

**FLORIDA BIRTH RELATED NEUROLOGICAL INJURY
COMPENSATION ASSOCIATION
REVIEW OF OUTSTANDING LOSS RESERVES
EVALUATED AS OF JUNE 30, 2014**

**Turner Consulting, Inc.
August, 2014**

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August 8, 2014

Ms. Kenney Shipley
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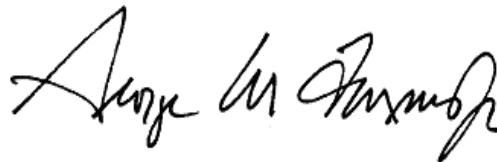
Re: NICA Outstanding Loss Reserves – Evaluated as of June 30, 2014

Dear Ms. Shipley:

Please find enclosed our report on loss and loss adjustment expense (LAE) reserves established for the Florida Birth Related Neurological Injury Association (NICA) as of June 30, 2014.

We have enjoyed working with you on this project and look forward to discussing any questions or comments you may have.

Sincerely,



George W. Turner Jr.
Fellow of the Casualty Actuarial Society,
Member of the American Academy of Actuaries

Cc: Tim Daughtry, Steve Lehmann

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INTRODUCTION

Purpose

Turner Consulting, Inc. (Turner Consulting) was requested by the Florida Birth Related Neurological Injury Compensation Association (NICA) to estimate the outstanding loss and loss adjustment expense (LAE) reserves related to claims incurred by NICA under the current definition of a “birth related neurological injury” (BRNI) as contained in Florida Statute 766.302. The loss and LAE reserve estimate is related to claims incurred prior to and evaluated as of June 30, 2014. The loss and LAE reserve estimates are developed on both a current (2014) cost level basis and after consideration of prospective period inflation and anticipated investment income.

Background

The Florida Birth Related Neurological Injury Compensation Association (NICA) was created by Florida Statute to provide care for children beginning in 1989 that meet the birth related injury criteria as defined in Florida Statutes 766.301 to 766.316. The NICA statute replaces the traditional tort liability remedies with a no-fault type system for those children that meet the requirements as defined in the statute.

The qualifying child must be severely mentally and physically impaired. In addition, a claim must be filed within five years after birth. Prior to the 1994 birth year, a claim had to be filed within seven years of birth.

Care is to be provided for the life of the child. Funds are collected from the various medical care providers during each birth year and invested until payments are required on behalf of the qualifying claimants. There are very limited resources for collecting additional funds from the insurance industry and the Florida Office of Insurance Regulation in the event the funds collected from the medical care

providers is not adequate. Due to the significant time period expected between the time when funds are collected and actual benefits are paid, the estimated impact of inflation as well as an estimate of anticipated investment income must be considered in the establishment of overall loss and LAE reserve levels.

In reports issued prior to September 30, 2012 certain care provided by parents or guardians to claimants paid for by NICA was described as “family care”. While the estimates as developed in the prior reports as well as in the current report are based on a review of all amounts paid and case reserves established related to all care as covered under the NICA statutes, a separate estimate of the amounts related to “family care” was also shown. In the current report no separate estimate is shown for the expense previously labeled as “family care” other than the segregation of amounts estimated for the retrospective portion of the class action settlement as described in the next paragraph. However, a separate estimate of the reserve amounts related to “family residential or custodial care” as defined in Florida Statute 766.302 (10) will be calculated for purposes of the threshold calculation as described in Florida Statute 766.314 (9). This statute specifically excludes benefits related to “family residential or custodial care” for purposes of the threshold calculation in the statute.

A class action settlement agreement was entered into during September 2012 which was approved pursuant to a November 26, 2012 Final Judgment and Order by the Florida Circuit Court. The settlement terms may impact benefits payable to all parents or guardians of a child born with a “birth-related neurological injury” in the State of Florida during the time period of January 1, 1989 through June 6, 2002, who obtained a final order which imposed on NICA the “continuing obligation under provisions of Section 766.31, Florida Statutes, to pay future expenses as incurred”. The estimated impact on the case reserves of this settlement agreement have been incorporated into the case reserve estimates as provided by NICA. The impact is separated into estimates related to the retrospective portion of the settlement (currently defined as prior to August 1, 2012) and the prospective

portion of the settlement (currently defined as subsequent to July 31, 2012). It is our understanding that the majority of the retrospective portion has been paid as of June 30, 2014. The prospective portion will likely be paid over a number of years as services are rendered in the future. Both the retroactive and prospective portions of the settlement will be paid based on information submitted in writing to NICA by class members that either NICA agrees to pay or is ordered to pay by an administrative law judge. Thus the reserve estimates as shown in the attached exhibits provide for separate reserve estimates that relate to the retrospective portion of the settlement agreement.

Qualifications

I, George W. Turner Jr. am a consulting actuary for Turner Consulting, Inc. I am a Fellow of the Casualty Actuarial Society and a member of the American Academy of Actuaries and I meet the Qualification Standards of the American Academy of Actuaries to render the opinions as expressed in this report.

Distribution and Use

This report is intended solely for the use of NICA and its Board of Directors and advisors. Any further use or distribution of this report is not intended or authorized without our prior written consent.

Conditions and Limitations

In preparing the estimates as shown in this report we relied without audit or verification on loss, exposure and expense information provided to us by responsible employees of NICA.

The indicated ultimate loss and LAE estimates provided in this report are based on the accuracy of the loss projection methods including the estimation of claim frequency and average claim size for each birth year. In addition, the final loss and LAE reserve estimates will be affected by the prospective period inflation and investment returns realized by NICA. The combined impact of these factors results

in a significant degree of uncertainty in the estimated NICA loss and LAE reserve evaluated as of June 30, 2014. This uncertainty arises from the estimation of a number of internal and external factors that have yet to occur or be reported, but which will impact the ultimate settlement value of claims incurred prior to June 30, 2014. Due to the level of uncertainty with regard to the impact of these factors on the ultimate number and settlement value of actual losses there can be no guarantee that actual losses will not vary, perhaps significantly, from the estimates as shown in this report. However, we have employed actuarial methods and assumptions that are appropriate given the information as provided.

An additional source of variation is introduced in the development of loss and LAE reserve estimates on a present value basis. This variation arises from the fact that actual loss and LAE payments may occur more rapidly or more slowly than contemplated in the assumed payment pattern. Thus, the calculated investment income would differ from the actual investment income earned in proportion to the variation in actual payments from expected payments.

The loss and LAE reserves as contained in this report include explicit consideration of estimated prospective period inflation and investment returns. Specifically, the loss reserve estimates include consideration of the anticipated investment income earned on funds collected prior to the actual payment of claims. The estimated investment income is based on the assumption that sufficient assets will be available for investment to cover the present value of the ultimate losses. To the extent sufficient funds are not available the ultimate loss reserve estimates will need to be increased to account for the reduction in anticipated investment income.

Estimates of outstanding loss reserves as shown in the text and the accompanying exhibits (e.g. Exhibit I, Sheets 1a through 1c) are before consideration of anticipated reinsurance recoveries under specific and aggregate excess coverage purchased by NICA. An estimate of the NICA net retained loss reserve after

consideration of the calculated specific and aggregate excess coverage recoveries is shown in Exhibit I, Sheet 4. The estimated specific and aggregate excess coverage recoveries shown in Exhibit I, Sheet 4 include consideration of actual commutation or negotiated amounts received to date and also an estimate of amounts recoverable under the commutation clause of current NICA reinsurance treaties. The estimated recoveries shown on Exhibit I, Sheet 4 for the more recent years (i.e. specific and aggregate excess coverage for birth years 2002 and 2003 as well as the \$3.0 million excess of \$20.0 million layer for the aggregate excess treaty covering 1999 to 2001 birth years) are based on the application of the same methods as utilized in prior reports.

The estimated amounts recoverable under the specific and aggregate excess coverage treaties purchased by NICA for these more recent years are based on a review of the procedures used in prior arbitration proceedings (treaty years 1992 and 1993) and a review of the contract language for each treaty year. The reinsurance recoveries shown for the prior treaties (AUL/RMS and Munich Re) are based on the results of recent negotiation and arbitration proceedings with these two reinsurers. Specifically the amount shown in Exhibit I, Sheet 4 for birth years 1994 to 1998 is based on the amounts received in January 2013 related to the agreed upon settlement amounts set forth in a December 2012 commutation agreement arising out of arbitration proceedings between NICA and American United Life Insurance Company / Reinsurance Management Services, Inc. (AUL/RMS). The reinsurance recovery to date as shown in columns (7) and (13) related to birth years 1999 to 2001 is based on the allocation of the amount received in January 2013 as a result of the NICA and Munich Re commutation agreement. The estimated remaining reinsurance recoverable shown in columns (10) and (16) of this report relate to the reinsurance treaties provided by General Reinsurance Corporation (Gen Re). The estimated remaining reinsurance recoverable is based on the interpretation of the treaty language using the actuarial procedures as set forth in the documentation related to the 1992 and 1993 treaty year arbitration agreements.

Based on indications in correspondence as provided by Gen Re, their interpretation of the methods used in the calculation of specific and aggregate excess recoveries may vary from the procedures as utilized in the 1992 and 1993 treaty year commutations and the methods that we have utilized in the calculations as set forth in Exhibit I, Sheet 4 for the birth years covered by the Gen Re treaties (i.e specific and aggregate excess related to birth years 2002 to 2003 and aggregate excess only related to birth years 1999 to 2001). While we believe the commutation estimates as shown in Exhibit I, Sheet 4 are reasonable, the final amounts collected may vary, perhaps significantly from the estimates shown in Exhibit I, Sheet 4 and no provision is included for this possibility. Due to the magnitude of the estimated reinsurance recoverable, the difference between the final amounts recovered and the estimated reinsurance recoveries could have an impact on the net retained loss and LAE reserves as shown in Exhibit I, Sheet 4.

The attached exhibits summarizing the assumptions and calculations underlying the estimates as set forth in this report are to be considered an integral part of the report. Thus an accurate understanding of the conclusions as set forth in the report is conditional upon an examination of both the text and the attached exhibits. Further, any distribution of this report should be provided in its entirety and with the understanding that we are available to answer questions with regard to the methods and assumptions underlying the conclusions herein.

Executive Summary

Total loss and allocated loss adjustment expense (ALAE) case reserves (loss and ALAE - prior to inflation and discount) decreased by \$ 10.79 million during the quarter ending June 30, 2014. Claims first reported during the quarter resulted in an increase in case loss and ALAE reserves of \$ 11.11 million. Thus in the aggregate, case reserves established on claims reported prior to April 1, 2014 decreased by \$ 21.90 million relative to the case loss and ALAE reserves established as of March 31, 2014 ((\$ 10.79 M) minus \$ 11.11 M = (\$ 21.90 M)).

Overall, our analysis indicates an actuarial central estimate of the required reserves for outstanding loss and LAE (i.e. ALAE and ULAE) prior to consideration of calculated reinsurance recoveries as of June 30, 2014 of \$796.1 million (Exhibit I, Sheet 1a, Column (7)). The comparable estimate of loss and LAE reserves after consideration of calculated reinsurance recoveries is \$750.7 million (Exhibit I, Sheet 4, Column (19)). The comparable loss and ALAE reserve estimates, excluding the consideration of ULAE reserves, are \$786.8 million and \$741.4 million, respectively.

Loss and LAE reserve estimates referenced above include the separate estimation of loss and ALAE and ULAE reserves. A separate estimate of the ULAE reserve as of June 30, 2014 is developed on Exhibit I, Sheets 5a and 5b. The ULAE reserve estimate on a present value basis is \$9.35 million as of June 30, 2014. The ULAE reserve estimate is comprised of two elements. The first (\$7.93 million) relates to the loss adjustment expense not allocated to a specific claim file that is associated with actual settlement of claims incurred prior to June 30, 2014. The second component (\$1.43 million) is related to anticipated expenses associated with the collection of reinsurance recoveries.

The loss and LAE reserves are shown in the attached Exhibit I, Sheet 1a are stated on a present value basis. Since current case reserves established by NICA in the case reserve worksheets are recorded on a current (2014) cost level basis, both case reserves and the bulk / incurred but not reported (IBNR) reserves as shown in Exhibit I, Sheets 1a and 1c (excluding the retrospective portion of the class action settlement) have been adjusted to include the estimated impact of inflation between the current (2014) evaluation date and the time at which actual payments are expected to be made by NICA. In addition, the payment stream after adjustment for inflation has been discounted to reflect an estimate of the investment income expected to be earned by NICA on assets representing the

reserve funds, between the evaluation date of this report and the time period payments are expected to be made.

The final present value loss and LAE reserve estimates related to all expected NICA benefits prior to consideration of anticipated specific and aggregate excess reinsurance recoveries are shown in Exhibit I, Sheet 1a. These estimates are based on our selected estimates with regard to the prospective period inflation rates, investment income, the tail factor applicable to incurred loss development subsequent to 306 months and the payment pattern related to outstanding loss and LAE reserves for each birth year. The present value loss and LAE reserve estimate of \$796.1 million is shown in Column (7) of Exhibit I, Sheet 1a. The reserve estimates as shown in Exhibit I, Sheet 1a include consideration of expected payments related to all NICA benefits. The estimated loss and LAE reserve estimates prior to consideration of the retrospective portion of the class action settlement agreement as described previously are shown in Column (7) of Exhibit I, Sheet 1c. The estimated amounts expected to be paid related the retrospective portion of the class action settlement are shown in Exhibit I, Sheet 1b.

Alternative estimates of the direct (before reinsurance recoveries) basis loss and ALAE reserve based on variation in the inflation, interest rate and tail factor are shown in Exhibit I, Sheets 2b to 2f in order to illustrate the impact on the loss and ALAE reserve of changes in some of the underlying key assumptions. Exhibit I, Sheet 3 illustrates the estimated cash flow by year related to the estimated outstanding loss and ALAE reserve established as of June 30, 2014.

Actuarial Standards of Practice provide that a discounted property/casualty loss and LAE reserve is an inadequate estimate of economic value unless appropriate risk margins are included. As part of our determination of actuarially sound and appropriate reserve levels for NICA, we have determined an appropriate risk margin.

We recommend that NICA set the risk margin at a level no lower than \$60 million. This produces a confidence level of approximately 76% that the reserves held by NICA as of December 31, 2013 will equal reserve levels required at that date based on actual incurred losses emerging over the life of these claims. The contingency reserve indication is provided on an annual basis and is not updated quarterly.

Methodology

A change in the procedure used to estimate the NICA loss reserves was made in the report evaluated as of September 2012 to address the impact of the settlement agreement related to the class action settlement discussed earlier in this report. The settlement agreement is separated into estimates that apply on a retrospective basis (related to payment obligations for residential and custodial care and services rendered before the effective date of the settlement) and on a prospective basis (for such services rendered after the effective date). It is our understanding that the majority of the retrospective portion has been paid as of June 30, 2014. Since the majority of the payments related to the retrospective portion of this settlement agreement have been paid and any amounts remaining will be paid relatively quickly, the estimated retrospective portion of amounts expected to be paid under the class action settlement are separated from the estimated prospective payments that will be paid in the future as the benefits are provided.

The estimated reserve amounts by birth year related to the retrospective portion of the class action settlement are shown in Exhibit I, Sheet 1b. The loss and LAE reserve amounts as set forth in Exhibit I, Sheet 1c and also described in the following text are based on information that excludes the retrospective portion of the class action settlement agreement shown in Exhibit I, Sheet 1b. The final reserve amounts shown in Exhibit I, Sheet 1a include both the retrospective portion shown in Exhibit I, Sheet 1b and the prospective portion included in the estimates shown in Exhibit I, Sheet 1c.

As mentioned previously the overall loss and LAE reserve estimates as shown in this report are adjusted to include the impact of prospective period inflation and anticipated investment income. The procedure used in the estimation of loss reserves for all estimated NICA benefits with the exception of those related to the retrospective portion of the class action settlement agreement is based on a three step process. This three step process is intended to explicitly recognize the impact of inflation and anticipated investment income. The first step is to adjust actual NICA historical paid and incurred loss development information to eliminate the historical impact of inflation on the paid and incurred loss development triangles. The actual historical incremental loss payments and case outstanding loss reserves are shown in Exhibit IX, Sheets 2a, 2b and 2c. The comparable paid and case outstanding loss information after adjustment to eliminate the impact of inflation is shown in Exhibit IX, Sheets 1a, 1b and 1c. The incremental loss payments and case outstanding loss reserves after adjustment to state on a current birth year level basis are shown in Exhibit IX, Sheets 1a, 1b and 1c. The birth year level paid and case outstanding amounts are used to develop the adjusted paid and incurred loss development triangles as shown in Exhibit VIII, Sheets 2a, 2b and 2c, and Exhibit VII, Sheets 2a, 2b and 2c, respectively.

The birth year level paid and incurred loss development triangles (i.e. after adjustment to eliminate the impact of inflation) are used to develop estimates of ultimate losses for each birth year. The historical NICA inflation rates used to restate actual NICA loss and ALAE payments and case outstanding amounts are estimated separately for loss and ALAE payments and case outstanding amounts. The estimated NICA inflation rates are shown in Exhibit IX, Sheets 5a, 5b and 5c on both a paid and case outstanding basis. Additional information related to the calculation of the historical NICA inflation rates is shown in Appendix B.

The estimated ultimate loss and ALAE by birth year related to all NICA benefits except for the retrospective portion of the class action settlement are selected

based on the review of five loss estimation methods. The five methods used in the development of estimated birth year level ultimate loss and ALAE include two traditional loss development methods (i.e. paid and incurred loss projections), a frequency / severity method, the Bornhuetter – Ferguson (BF) method and a Cape Cod method. The final indicated ultimate loss and ALAE based on each method in addition to the final selected birth year level estimates are shown in Exhibit IV.

The projection methods (shown in Sheet 1 of Exhibits VII and VIII) are based on the review of historical NICA paid and incurred loss development (after elimination of the impact of inflation) for a given birth year. The loss and ALAE payment and reporting patterns experienced for the more mature birth years are used in order to estimate expected future development applicable to the more immature birth years.

The frequency / severity method shown in Exhibit VI, Sheet 1 is based on the estimation of the average claim size and the estimated ultimate number of accepted claims for each birth year. Specifically the average claim size for each birth year is calculated as a weighted average of the average claim size shown for each individual birth year and the average claim size developed based on all birth years combined. In the more recent birth years, relatively greater weight is provided to the average claim size developed for all years combined.

The Bornhuetter – Ferguson method summarized in Exhibit V is a combination of the actual birth year level incurred loss and ALAE as of June 30, 2014 (shown in column (5)) and estimated unreported loss and ALAE (shown in column (4)). The unreported loss and ALAE is developed using the loss reporting pattern developed based on the NICA incurred loss and ALAE development triangle shown in Exhibit VII, Sheets 2a, 2b and 2c and the estimated initial expected loss and ALAE by birth year based on the results of the frequency / severity method shown in Exhibit VI, Sheet 1, column (14).

The Cape Cod method shown in Exhibit VI, Sheet 2 is based on the estimated NICA exposure levels (i.e. insured physicians) by birth year, the estimated NICA loss reporting pattern and the actual NICA birth year level incurred loss and ALAE. An estimate of the 2014 level NICA pure premium is calculated by dividing the 2014 level incurred loss and ALAE for all birth years combined by the reported NICA exposures (i.e. insured physicians multiplied by estimated percent reported). The 2014 level NICA pure premium is adjusted to the historical birth year level cost basis and then used to estimate the unreported loss and ALAE for each birth year (column (10)). The indicated birth year level ultimate loss and ALAE is based on a combination of the unreported loss and ALAE shown in column (10) and the actual reported loss and ALAE shown in column (3).

These estimates of ultimate loss as well as the indicated outstanding loss reserve estimates shown in Exhibit IV are stated on the birth year level cost basis. For example, the ultimate losses as well as the outstanding loss reserves shown in Exhibit IV for birth year 1995 are stated at the 1995 cost level.

The “second step” in the three step process is to adjust the birth year cost level estimates of outstanding loss and ALAE (see Exhibit IV, Column (12)) to current (2014) cost levels. The adjustment of outstanding loss and ALAE related to all NICA benefits (except for the estimated retrospective portion of the September 2012 class action settlement) to 2014 cost level is shown in Exhibit III.

The final or “third” step in the three step loss reserve estimation process is to adjust the 2014 cost level loss reserves referenced above to include the estimated impact of prospective inflation (2014 and subsequent) and anticipated investment income (discount). The prospective period inflation rate is based on a review of historical and recent inflation rates as measured by the Consumer Price Index (both the all items and medical services indices) over the time period from 1960 to 2013. The prospective period investment returns are selected based on the review of geometric averages for investment returns for a model portfolio invested per

NICA's current investment policy and for a conservative model portfolio over the period from 1926 to present as well as actual NICA investment returns over the period from 1991 to present. While the actual prospective period inflation rates and investment returns are subject to a significant degree of uncertainty the difference or increment between inflation and investment returns is of primary importance.

Based on a review of actual inflation and investment returns we selected an increment of one and one – half percent (1.50 %) and a prospective period inflation (combination of all items and medical services) rate of three and one-half (3.50%) percent. The indicated investment return percentage is then calculated to be five percent. In order to illustrate the impact on the loss reserve estimates of changes in the overall inflation and investment returns we also have included a range of estimates based on increments (average investment return minus average inflation rate) of one and two percent in addition to our selected estimate of one and one – half (1.50%) percent.

The loss and ALAE reserve estimates are developed based on the selected prospective period inflation rate, investment return and the assumed loss payment pattern for each birth year. The loss and ALAE payment patterns are developed separately for each birth year and are based on the estimated payments as shown in the NICA case reserve worksheets for the current open accepted claims. Due to the small number of open claims and the variability in the life expectancy for each claimant the payment patterns can vary by birth year. The estimated future period claim payments as shown in the NICA case reserve worksheets are all expressed at current (2014) cost levels. These prospective period claim payments are adjusted to include consideration of mortality on the prospective period loss and ALAE payment pattern. A summary of the estimated 2014 cost level payment patterns for each birth year are shown in Appendix A, Exhibit I, Sheets 1a, 1b, 2a and 2b. An example of the calculation of the 2014 cost level payment pattern for the 1996 birth year is shown in Appendix A, Exhibit II, Sheets 1a, 1b, 2a, 2b, 3a and 3b.

The loss reserves are developed based on a combination of the inflation rate, investment returns, estimated 2014 level loss and ALAE reserves by birth year and the assumed 2014 level payment pattern applicable to each birth year. The loss and ALAE reserves on a 2014 cost level basis, after prospective period inflation but before anticipated investment income and after prospective period inflation and anticipated investment income are shown in columns (6), (7) and (8) of Exhibit I, Sheet 3, respectively.

The four assumptions that most significantly impact the overall loss and LAE reserve estimate are as follows:

1. Incurred Loss Development Factor – 306 months to Ultimate
2. Prospective Period Average Inflation Rate
3. Prospective Period Average Investment Return
4. Loss and Loss Adjustment Expense Payment Pattern

The loss and LAE (ALAE and ULAE) reserve estimates based on our selected estimate for each of the first three assumptions are shown in Exhibit I, Sheet 1a. In order to illustrate the impact of changes in these assumptions on the NICA loss reserve estimate we have provided a summary of alternative loss reserve estimates based on changes to each of these three assumptions. As mentioned previously the actual inflation rates and investment returns are not as critical as the difference in these two rates. A summary of the overall loss and ALAE (excluding ULAE) reserve estimates based on several alternative assumption sets is shown below. Our actuarial central estimate is shown in Exhibit I, Sheet 2a and also shown in the first line of the following table.

Million (\$)

Inflation Rate	Investment Return	Tail Factor 306:Ult.	Present Value Outstanding Loss and ALAE Reserve
3.50%	5.00%	1.133	\$786.787
3.00%	5.00%	1.133	\$709.231
4.00%	5.00%	1.133	\$877.865
7.50%	9.00%	1.133	\$796.102
3.50%	5.00%	1.233	\$863.088
3.50%	5.00%	1.033	\$710.853

As mentioned previously and illustrated above the final present value loss and ALAE reserve estimated for the period ending June 30, 2014 is sensitive to each of the four assumptions described previously. The most significant factors are the relationship between the anticipated inflation and investment income rates, the magnitude of the incurred loss development tail factor and the payment pattern applicable to each birth year. Due to the prospective nature of each of these assumptions any estimate is subject to uncertainty. In addition the lack of comparable insurance industry data for use as a benchmark in the selection of the loss development factor and payment pattern coupled with the long term over which payments are expected to be made creates levels of potential variation in excess of that normally experienced for usual long tailed lines of business. The remainder of this report summarizes the approach we have used in an effort to develop an estimate for each of these key assumptions.

The loss and allocated loss adjustment expense (ALAE) reserve estimates as developed in Exhibit II, Sheet 1 and subsequent do not include a provision for

unallocated loss adjustment expense (ULAE) reserves. ULAE reserves are intended to cover anticipated loss adjustment expenses not covered in the loss and ALAE reserve estimates.

A summary of the procedure used in the estimation of the ULAE reserve is shown in Sheets 5a and 5b of Exhibit I. The total ULAE reserve as shown in item III of Exhibit I, Sheet 5a is made up of two components. The calculation of the ULAE reserve related to specific claims administration and settlement expenses for claims incurred prior to June 30, 2014 is shown in Exhibit I, Sheet 5b. This procedure is similar to that utilized in the calculation of NICA loss and ALAE reserves in that current expense levels are projected forward to estimated prospective period cost levels and then adjusted to a present value basis. The present value calculation includes consideration of both anticipated investment income and expected mortality over the time period. The second component of the overall ULAE reserve is related to anticipated expenses related to the collection of recoveries under reinsurance treaties covering birth years 1999 through 2003. The current estimate of these expenses is based on a current estimated average annual expense of \$475,000 and an estimated duration for the recovery process of three years (Exhibit I, Sheet 5a, Item II). The total ULAE reserve as shown in Item III of Exhibit I, Sheet 5a of \$9.35 million is the combination of the portion related to claim settlement (\$7.93 million) and portion related to the collection of outstanding reinsurance recoveries on claims incurred during birth years 1999 through 2003 (\$1.43 million).

The prospective period inflation rate of three (3%) percent is selected to project anticipated ULAE expense payment as opposed to the three and one-half (3.5%) percent inflation rate selected to inflate loss and ALAE reserve. The somewhat lower inflation rate is based on the greater concentration of general and administrative expense expected for prospective period ULAE payments.

The mortality adjustment is developed based on current estimates of remaining life expectancy as included in the current NICA reserve worksheets. The final mortality adjustment is a blended average of average mortality assumptions for each birth year.

Historical NICA Inflation

In order to measure NICA's historical inflationary increases in claims costs, we began by segregating NICA's claim costs into major claim cost groups. The following expense groups were identified:

- Family Residential or Custodial Care
- Nursing Care by Others
- Legal Costs
- Parental Awards
- Medical Expenses
- Other

Each of these major expense groups were then examined separately for inflationary impacts. For example, relative to nursing care, we tracked the hourly cost of nursing care as paid by NICA since the program began in 1989.

An increase in the hourly rate for most parents providing care occurred in June 2008. The increase in the hourly rate for most parents effective in June, 2008 (from \$9.70 per hour to \$15.00 per hour) resulted in cost under the expense category Nursing Care By Parents as shown on Appendix B, Exhibit I, Sheet 1. Some of the major expense groups' inflation rates were estimated using CPI indices.

The daily rate used to estimate for the future cost of custodial residential care were revised in December 2004, 2005, 2006, 2012 and 2013 for many of the current claimants. Reserves are established for many claims for custodial residential care likely in the later years when the parents have reached an age where they are no

longer able to provide the level of care required. This change in the daily rate effectively results in consideration of the impact of inflation that has taken place over a number of years related to the cost of custodial residential care. Since currently there is only one claim with current custodial residential care payments, this increase primarily affects case reserves. The impact of this change in the cost of custodial residential care results in the estimated inflation rates of 40%, 3%, 40%, 95% and 3% for 2004, 2005, 2006, 2012 and 2013, respectively.

We tabulated the total payments and case outstanding reserves by fiscal year for each of the major expense group. By far the largest expense category is nursing care with approximately forty-five percent of the total payments and eighty percent of the outstanding case reserves based on information provided for the period ending June 30, 2014. The historical inflation rate for each birth year is estimated by weighting the historical inflation rates by expense groups with that expense group's percentage of total payments (or case reserves) by year. Overall, the historical "true" inflation rate for NICA has been minimal. On a paid basis inflation has averaged approximately one percent over the time period from inception (1989) to current (2014) with the only major increase occurring during 2008 and 2009. This inflation rate does not include increases related to increased utilization of certain types of nursing and custodial care or increases in longevity relative to the initial estimates. These increases are reflected in the loss development triangles and are assumed to continue although at a decreasing rate as indicated by the declining loss development factors in the later development periods.

Prospective NICA Inflation

Future inflation is estimated as a differential to various consumer price indices depending on the type of expense. The largest category, nursing expense is assumed to increase at approximately one to two percent above the CPI – all indices annual increase. The overall average annual NICA inflation rate is estimated to be 1.00 to 2.00 percent above the CPI – All items index. We are

assuming a 2.00 % increase in CPI – All items currently which gives a current estimate of inflation of 3.50 %.

Discount Rate

Because of the long term nature of the liabilities of NICA it is reasonable to base discount rates to be used in the determination of NICA's reserve liabilities on a conservative estimate of investment returns likely to be realized on NICA's assets over a long term horizon. In determining assumptions for inflation and discount rates, we begin with the consumer price index for all items and determine anticipated inflation and discount rates based on long term relationships to the consumer price index.

The discount rate assumption is selected based on reasonable expectations for a prudent, conservative investment strategy. Appendix B, Exhibit II, Sheets 1 and 2 show the change in the CPI all items index as compared to returns for various classes of investments from 1926-2013. Specifically, we have examined returns for both large and small company stocks, long and intermediate government bonds, and treasury bills. These indices are taken from Ibbotson's 2009 SBBI Classic Yearbook and updated based on recent Federal Reserve data and U.S. Bureau of Labor Reports. We then calculated a model portfolio based on NICA's prior investment portfolio target mix (65% stocks, 30% fixed income, 5% short term) and one based on an asset / liability matched portfolio (35% stocks, 60% bonds, 5% short term).

We also calculated the geometric average return, the arithmetic average return, and the standard deviation for each class of investment and the model portfolios. Returns were then calculated for the periods 1926-2013, 1937-2013, 1940-2013, 1960-2013 and 1991-2013.

Overall, the results of the two model portfolios average from 5% to 9% above the CPI - All items index. Actual results for NICA were also calculated for the period

1991-2013. NICA's actual results have been adversely affected by the dramatic decline in the stock market in 2008. Overall NICA's actual returns have averaged approximately 3% above the CPI – All items index.

Based on this analysis, we recommend that the discount rate used in the discounting of NICA's reserve liabilities ranges from 2 % to 4 % above the CPI - All items index. In our current reserve calculations we have assumed a 3.0 % spread to the CPI - All items index. Based on a current selected CPI – All items inflation rate of two percent this produces a discount rate of 5.0 %. The 5.0 % appears to be reasonable based on NICA's actual average investment returns for the last twenty years and based on the long term average as indicated for the Conservative model portfolio.

It should be noted that in valuing NICA's reserve liabilities, the spread between inflation and interest rates is the key variable rather than the nominal values of each. Here we have assumed a 1.50 % spread between the medical inflation rate and the interest rate. So at current levels of inflation and interest, this produces an assumption of 3.50 % for inflation and 5.00 % for interest income. If it turns out to be 5.00 % inflation and 6.50% interest income, this has a minimal impact on the overall reserve levels. It is the spread between these two key factors that is the critical variable.

Payment Pattern

The selection of the appropriate payment pattern is required to adjust current (2014) level loss reserves for both the estimated impact of future inflation and the consideration of anticipated investment income. The selected payment pattern has a significant impact on the final present value loss and loss adjustment expense reserve. Due to the long term nature of the NICA liabilities changes in the estimated payment pattern will likely evolve over time as additional NICA payment experience emerges.

The current selected loss and ALAE payment pattern varies by birth year and is based on a combination of the of the actual loss and ALAE payments made to date and the estimated future loss and ALAE payments as shown in the NICA case reserve worksheets. The estimated future loss and ALAE payments shown in the NICA case reserve worksheets are stated on current (2014) loss and expense levels. The estimated future loss and ALAE payments shown in these worksheets are adjusted to reflect the estimated impact of mortality. The survival probabilities used in this adjustment are based on the life expectancy as established by the NICA designated consulting physician. A slight change was made beginning December 31, 2013 in the life expectancies used in the development of the case reserve worksheets. The change is related to the claimants whose life expectancy remained the same based on the current review in comparison to the life expectancy established in the prior review by NICA's consulting physician. For these claimants the estimated remaining life expectancy was adjusted to account for the reduction in life expectancy that would be expected for one additional year of survival.

An example of the procedure used to estimate the payment pattern is shown in Appendix A for birth year 1996. As described above the payment pattern selected for the 1996 birth year is based on a combination of loss and expense payments made to date relative to the estimated ultimate loss and expense and the estimated future loss and ALAE payment based on the individual case reserve worksheets (adjusted for the probability of survival). A summary of the development of the remaining estimated payout percentages for the case reserve portion of the six open claims with reserve worksheets for the 1996 birth year is shown in Appendix A. The reserve payment pattern is combined with the actual payment pattern (1996 to 2014) to develop a full payment pattern for the 1996 birth year.

This process is repeated for each birth year and the resulting payment patterns are used for the birth years 2003 and prior. Alternatively the loss and ALAE payment

pattern used for birth years 2004 and subsequent is based on an average of the individual loss and ALAE payment patterns developed for 2003 and prior. The average payment pattern is used for the more recent birth years due to the relative immaturity of the case reserve estimates of the more recent birth years.

Incurred Projection Cumulative Development Factor

Due to the lack of available incurred loss and expense development information subsequent to 306 months of maturity (1989 birth year evaluated as of June 30, 2014) and the likelihood of continued incurred loss and expense development in the development periods subsequent to 306 months, we developed an estimate of the remaining future loss development (tail factor) excluding the impact of anticipated inflation. The estimated incurred development factor as developed in Appendix C is intended to capture the incurred loss development over the remaining life of the NICA claims.

The approach selected to estimate the remaining incurred loss and loss expense development is to fit an inverse power curve to the weighted average development factors (after adjustment to remove the estimated impact of inflation) as shown in Exhibit VII, Sheets 2a, 2b and 2c. Fitted tail factors for the period from 306 to 570 months are developed based on alternative fits to factors beginning with the 54:66, 66:78 and 78:90 month factors shown in Exhibit VII, Sheets 2a, 2b and 2c. Fitted tail factors are developed based on the use of the alternative selections of the values to include in the least squares fit to the inverse power curve that range from the first eleven factors to the first five factors beginning with the 54:66, 66:78 and 78:90 factors. A summary of the indicated 306 to ultimate incurred loss and expense tail factors based on the alternative inverse power curve fitted values as well as the final selected incurred loss and expense development factor of 1.133 is shown in Appendix C, Exhibit I.

An illustration of the development of fitted values and the calculation of the indicated 306 month to ultimate tail factor is shown for one of the alternatives in

Appendix C, Exhibit II, Sheets 1 and 2. The development of the fitted values for this one illustration is shown in Appendix C, Exhibit II, Sheet 1. The indicated tail factor is based on the extrapolation of the fitted factors for an additional twenty-three years (a rough estimate of the remaining life expectancy of NICA claimants that have or will attain the age of twenty-five). The extrapolated factors are shown for this one illustration in Column (7) of Appendix C, Exhibit II, Sheet 2.

Risk Margin

Actuarial Standards of Practice¹ provide that a discounted property/casualty loss and loss adjustment expense reserve is an inadequate estimate of economic value unless appropriate risk margins are included. As part of our determination of actuarially sound and appropriate reserve levels for NICA, we have determined an appropriate risk margin.

In order to determine an appropriate risk margin we constructed a simulation model that simulates the ultimate payments of open claims. Twenty-five years of data were incorporated into the model (1989-2013). The data is based upon the actual claim count and claim payments reported by year to NICA, as well as estimated ultimate loss reserves and claim counts. The model is a frequency / severity model where the number of unpaid claims is first modeled and then the severity for each open claim is simulated. For years 1989 to 2008 the open claim count per year is fixed since there is a five year reporting requirement for claims to be made (prior to the 1995 birth year the claim reporting requirement was seven years). For the five years 2009 to 2013, the claims per year are randomly generated based upon data reported to date and estimates of unreported claims. Once the number of claims is determined the severity of each individual open claim is then randomly simulated. The simulated severities are tested to be consistent with the outstanding losses divided by the open claims. Losses for each year are

¹ ASOP 20 – Discounting of Property and Casualty Loss and Loss Adjustment Expense Reserves, Actuarial Standards Board, April, 1992, Section 5.5.

simulated and summed across all 25 years to determine the aggregate losses for all years.

We ran 10,000 iterations to develop a distribution of aggregate losses. In order to determine the risk margin we calculate the mean loss and the losses at various percentiles. The losses at the percentiles are then compared to the mean to determine a risk margin factor. The risk margin factors are then multiplied by the expected reserves calculated based on an assumed inflation rate of 3.5 percent and an interest rate of five percent to determine the corresponding risk margin at each percentile.

In our work for self insured entities, we have found that most prudent self-insured's use a risk margin determined at a confidence level varying from 75 – 90%. In the past, NICA has used a contingency reserve developed at approximately the 75% to 78% confidence level. Updating the calculation through December 31, 2013, a gross risk margin of approximately \$60 million is indicated at the 76% confidence level and \$64 million at the 78% confidence level. We recommend that NICA set the risk margin at a level no lower than \$60 million. This produces a confidence level of approximately 76% that the reserves held by NICA will be adequate to cover its future incurred loss and loss adjustment expense levels for birth years 1989 – 2013. The following table shows the indicated gross risk margins at various confidence levels as of December 31, 2013.

Confidence Level	Indicated Gross Risk Margin
-----	-----
70.0%	\$ 41.82 Million
75.0%	\$ 55.17 Million
77.0%	\$ 61.13 Million
78.0%	\$ 63.94 Million
79.0%	\$ 67.43 Million
80.0%	\$ 70.91 Million
85.0%	\$ 87.96 Million
90.0%	\$ 109.33 Million
95.0%	\$ 144.14 Million

The above calculated risk margins include consideration of potential adverse deviation from the discounted actuarial central reserve estimate due to variation in the overall claim amounts (i.e. frequency and severity). The above margin does not include consideration of potential deviation due to parameter, inflation and investment risk.

Reinsurance Recoveries

NICA purchased reinsurance coverage excess of specific and aggregate attachments related to claims incurred during birth years from 1992 to 2003. The reinsurance coverage related to birth years 1992 and 1993 was commuted in 1998 and 2006, respectively. Recently reinsurance treaties provided by AUL/RMS, the reinsurer for birth years 1994 to 1998, and Munich Re, the reinsurer providing the specific excess coverage and aggregate excess coverage above \$ 23.0 million for birth years 1999 to 2001 were commuted. NICA received \$ 10.0 million and \$ 10.6 million in January 2013 from AUL/RMA and Munich Re, respectively for the commutation of specific and aggregate excess coverage provided under the two sets of reinsurance treaties. These agreed commutation amounts have been allocated to each respective birth year based on the estimated recovery amounts. The remaining outstanding reinsurance treaties were issued by Gen Re and provide aggregate excess coverage only for birth years 1999 to 2001 (\$3.0 million

excess of \$20.0 million) and provide specific and aggregate excess coverage for claims incurred during birth years 2002 and 2003.

The estimates as provided in prior reports with regard to the commutation values for the reinsurance treaties are based on the commutation procedures as set forth in the arbitration agreement for birth year 1993. The reinsurance recoveries as shown in Exhibit I, Sheet 4 of the current report reflect a change from the estimates as provided in prior reports. Specifically the amounts shown in the current report reflect the results of the agreed commutation terms with regard to the AUL/RMS treaties and the Munich Re treaties. The commutation estimates as shown for the birth years covered by the Gen Re treaties are based on the same actuarial procedures used in prior reports (BY's 1992 and 1993 Method).

A summary of the actual reinsurance recoveries and the estimated reinsurance recoverables related to both the specific and aggregate excess reinsurance purchased by NICA is shown in Exhibit I, Sheet 4. The estimated reinsurance recoverable related to the birth years covered by Gen Re is based on the methodology as shown in prior reports. This methodology is based on the reinsurance contract language and the procedure that was approved during arbitration proceedings between NICA and AUL/ RMS related to birth year 1993 adjusted for any changes in the reinsurance contract language subsequent to the 1993 reinsurance agreement.

The final amounts that will actually be recovered under the Gen Re reinsurance treaties may vary from the estimates we have calculated. To the extent the final amounts collected vary from the amounts calculated and shown in Exhibit I, Sheet 4, the net retained loss and expense reserves evaluated as of June 30, 2014 will require adjustment.

Summary of Estimated Outstanding Loss & Expense
Before and After Consideration of Prospective Period Inflation and Anticipated Investment IncomePrior to Consideration of Reinsurance Recoveries / Recoverables
Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.133

Birth Year	Current Level Before Inflation and Present Value Adjust.		Actual (b) Paid Loss and Expense	Loss & Expense - After Inflation and Present Value Adjustment			Selected Ultimate Loss and Expense Present Value Basis (4) + (7)
	Case (a) Outstanding	Total (a) Outstanding		Case (a) Outstanding	Incurred But Not Reported (IBNR) & Bulk (7) - (5)	Total (a) Outstanding	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	13,990,329	18,577,116	12,401,191	10,683,349	3,502,580	14,185,929	26,587,120
1990	6,374,673	8,877,677	5,133,233	5,457,336	2,131,140	7,588,476	12,721,709
1991	20,195,618	23,783,601	6,857,514	15,063,255	2,676,160	17,739,416	24,596,929
1992	41,343,450	48,248,811	11,553,591	30,878,165	5,153,710	36,031,875	47,585,465
1993	27,947,323	34,588,551	16,330,907	20,803,843	4,943,696	25,747,539	42,078,446
1994	14,380,765	19,063,058	6,353,314	10,136,068	3,300,245	13,436,312	19,789,627
1995	23,387,627	28,229,927	7,728,639	17,467,666	3,608,560	21,076,225	28,804,865
1996	20,701,198	25,763,269	7,726,241	15,777,669	3,858,119	19,635,788	27,362,029
1997	32,560,567	38,910,143	10,046,646	23,646,820	4,611,322	28,258,142	38,304,789
1998	57,032,755	66,183,224	14,882,297	41,615,219	6,664,833	48,280,052	63,162,349
1999	20,517,127	26,329,271	10,104,054	16,193,034	4,587,203	20,780,238	30,884,292
2000	14,509,229	19,143,703	4,450,573	10,610,084	3,373,664	13,983,748	18,434,322
2001	20,821,644	27,181,906	5,644,960	15,231,446	4,652,658	19,884,105	25,529,064
2002	62,788,584	79,071,522	11,488,643	45,978,583	11,923,607	57,902,190	69,390,833
2003	12,315,047	17,521,738	2,924,769	9,703,259	4,102,450	13,805,709	16,730,479
2004	21,059,106	30,024,354	3,663,687	14,876,896	6,333,368	21,210,264	24,873,950
2005	31,614,711	44,450,680	5,446,402	22,135,802	8,987,413	31,123,215	36,569,617
2006	43,044,420	59,199,135	5,949,838	29,864,283	11,208,166	41,072,449	47,022,287
2007	36,309,094	54,677,083	5,625,506	24,969,328	12,631,445	37,600,773	43,226,279
2008	47,620,927	66,585,967	2,591,781	32,470,249	12,931,280	45,401,529	47,993,310
2009	41,898,182	67,245,405	3,418,634	28,361,648	17,158,000	45,519,648	48,938,282
2010	28,418,682	58,033,536	1,950,349	19,128,867	19,934,020	39,062,887	41,013,237
2011	34,196,617	71,140,892	1,331,465	22,890,373	24,729,588	47,619,961	48,951,426
2012	22,860,125	75,168,211	426,059	15,225,540	34,838,780	50,064,319	50,490,378
2013	13,383,066	73,161,852	323,461	8,867,579	39,609,245	48,476,824	48,800,285
2014 (6 Mo)	-	32,408,710	-	-	21,299,458	21,299,458	21,299,458
Totals:							
Excl. ULAE	709,270,867	1,113,569,344	164,353,755	508,036,361	278,750,710	786,787,071	951,140,826
ULAE (c)	N/A	N/A	N/A	-	9,354,550	9,354,550	N/A
Incl. ULAE	N/A	N/A	N/A	508,036,361	288,105,260	796,141,621	N/A

Notes: (a) Exhibit I, Sheet 1c plus Column (2) of Exhibit I, Sheet 1b. The estimates shown on Exhibit I, Sheet 1c are prior to inclusion of the reserve estimate for the retrospective portion of the class action settlement. Exhibit I, Sheet 1 b summarizes the estimated reserves related to the retrospective portion of the class action.

(b) See Exhibit I, Sheet 1c, Column (4) plus Exhibit I, Sheet 1b, Column (3).

(c) See Exhibit I, Sheet 5a. ULAE reserve estimates are developed based on an assumed expense inflation rate of three percent and investment return of five percent.

Summary of Case Reserves Related to Retroactive Portion of Class Action Settlement Agreement

Evaluated As of June 30, 2014

Birth Year	Incurring Amounts Related to Retroactive Payments (a) @ 6/30/14	Amounts Paid as of 6/30/14 Related to Retroactive Payments (a)	Case Reserves Related to Retroactive Payments (a) @ 6/30/14 (2) - (3)
-----	-----	-----	-----
(1)	(2)	(3)	(4)
1989	261,214	261,214	-
1990	828,162	628,051	200,111
1991	792,094	792,094	-
1992	2,038,340	1,951,145	87,195
1993	910,230	910,230	-
1994	634,196	634,196	-
1995	1,063,305	910,904	152,401
1996	797,021	797,021	-
1997	1,624,160	1,624,160	-
1998	1,948,220	1,672,630	275,591
1999	873,581	873,581	-
2000	416,694	239,907	176,787
2001	115,547	115,547	-
2002	840,587	840,587	-
2003	-	-	-
2004	-	-	-
2005	-	-	-
2006	-	-	-
2007	-	-	-
2008	-	-	-
2009	-	-	-
2010	-	-	-
2011	-	-	-
2012	-	-	-
2013	-	-	-
2014 (6 Mo)	-	-	-
Totals:	13,143,350	12,251,266	892,084

Note: (a) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action settlement. The reserve estimates for the retrospective portion of this class action are excluded from the NICA reserve estimates as developed in Exhibit I, Sheet 1c and subsequent. The total reserves as shown in Exhibit I, Sheet 1a include both the retrospective estimates shown above plus the estimates for all prospective amounts.

Summary of Estimated Outstanding Loss & Expense
Before and After Consideration of Prospective Period Inflation and Anticipated Investment Income

Prior to Consideration of Reinsurance Recoveries / Recoverables - Prior to Inclusion of Retrospective Portion of Class Action
Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.133

Excludes Case Reserves Related to Anticipated Retroactive Class Action Payments (a)

Birth Year	Current Level Before Inflation and Present Value Adjust.		Loss & Expense - After Inflation and Present Value Adjustment				Selected Ultimate Loss and Expense Present Value Basis (4) + (7)	Average Inflation & Present Value Factor (7) / (3)
	Case (b)	Total (b)	Actual (b)	Case (c)	Incurred But Not Reported	Total (c)		
	Outstanding	Outstanding	Paid Loss and Expense	Outstanding (2) X (9)	(IBNR) & Bulk (7) - (5)	Outstanding		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1989	13,990,329	18,577,116	12,139,977	10,683,349	3,502,580	14,185,929	26,325,906	0.76362
1990	6,174,563	8,677,566	4,505,182	5,257,226	2,131,140	7,388,365	11,893,547	0.85143
1991	20,195,618	23,783,601	6,065,420	15,063,255	2,676,160	17,739,416	23,804,836	0.74587
1992	41,256,256	48,161,616	9,602,446	30,790,970	5,153,710	35,944,680	45,547,126	0.74633
1993	27,947,323	34,588,551	15,420,678	20,803,843	4,943,696	25,747,539	41,168,216	0.74439
1994	14,380,765	19,063,058	5,719,119	10,136,068	3,300,245	13,436,312	19,155,431	0.70484
1995	23,235,226	28,077,526	6,817,735	17,315,264	3,608,560	20,923,824	27,741,559	0.74522
1996	20,701,198	25,763,269	6,929,220	15,777,669	3,858,119	19,635,788	26,565,008	0.76216
1997	32,560,567	38,910,143	8,422,486	23,646,820	4,611,322	28,258,142	36,680,628	0.72624
1998	56,757,164	65,907,634	13,209,667	41,339,628	6,664,833	48,004,461	61,214,128	0.72836
1999	20,517,127	26,329,271	9,230,473	16,193,034	4,587,203	20,780,238	30,010,711	0.78924
2000	14,332,442	18,966,916	4,210,666	10,433,297	3,373,664	13,806,962	18,017,628	0.72795
2001	20,821,644	27,181,906	5,529,413	15,231,446	4,652,658	19,884,105	25,413,518	0.73152
2002	62,788,584	79,071,522	10,648,056	45,978,583	11,923,607	57,902,190	68,550,246	0.73228
2003	12,315,047	17,521,738	2,924,769	9,703,259	4,102,450	13,805,709	16,730,479	0.78792
2004	21,059,106	30,024,354	3,663,687	14,876,896	6,333,368	21,210,264	24,873,950	0.70644
2005	31,614,711	44,450,680	5,446,402	22,135,802	8,987,413	31,123,215	36,569,617	0.70017
2006	43,044,420	59,199,135	5,949,838	29,864,283	11,208,166	41,072,449	47,022,287	0.69380
2007	36,309,094	54,677,083	5,625,506	24,969,328	12,631,445	37,600,773	43,226,279	0.68769
2008	47,620,927	66,585,967	2,591,781	32,470,249	12,931,280	45,401,529	47,993,310	0.68185
2009	41,898,182	67,245,405	3,418,634	28,361,648	17,158,000	45,519,648	48,938,282	0.67692
2010	28,418,682	58,033,536	1,950,349	19,128,867	19,934,020	39,062,887	41,013,237	0.67311
2011	34,196,617	71,140,892	1,331,465	22,890,373	24,729,588	47,619,961	48,951,426	0.66938
2012	22,860,125	75,168,211	426,059	15,225,540	34,838,780	50,064,319	50,490,378	0.66603
2013	13,383,066	73,161,852	323,461	8,867,579	39,609,245	48,476,824	48,800,285	0.66260
2014 (6 Mo)	-	32,408,710	-	-	21,299,458	21,299,458	21,299,458	0.65721
Totals:								
Excl. ULAE	708,378,783	1,112,677,260	152,102,489	507,144,277	278,750,710	785,894,987	937,997,476	0.70631
ULAE (d)	N/A	N/A	N/A	-	9,354,550	9,354,550	N/A	N/A
Incl. ULAE	N/A	N/A	N/A	507,144,277	288,105,260	795,249,537	N/A	N/A

Notes: (a) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action. The estimated retrospective portion of this class action are excluded from the loss reserve development process. The estimated amounts are then added to the reserve estimates as shown above. A summary of the estimated retrospective payments is shown in Exhibit I, Sheet 1b.

(b) See Exhibit III, Columns (8), (5) and (6) for case outstanding, total outstanding (case, bulk and IBNR) and paid, respectively.

(c) Based on application of the inflation and discount factors to the estimated payment stream as shown in Exhibit II, Sheets 2a, 2b, 3a, 3b, 4a and 4b.

(d) See Exhibit I, Sheet 5a. ULAE reserve estimates are developed based on an assumed expense inflation rate of three percent and investment return of five percent rather than the three and one-half percent inflation assumed for loss and ALAE.

Summary of Estimated Outstanding Loss & Expense
 Before and After Consideration of Prospective Period Inflation and Anticipated Investment Income
 Excluding ULAE Expense Reserve
 Prior to Consideration of Reinsurance Recoveries / Recoverables
 Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.133

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 6/30/14 ----- (2)	Case Outstanding Loss & ALAE @ 6/30/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 6/30/14 (2) - (3) ----- (4)
I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments			
A. 2014 Level Basis (a)	1,112,677,260	708,378,783	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	3,442,914,557	N/A	N/A
2. After Anticipated Investment Returns (b)	785,894,987	507,144,277	278,750,710
II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)			
A. 2014 Level Basis (d)	1,113,569,344	709,270,867	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	3,443,806,641	N/A	N/A
2. After Anticipated Investment Returns (d)	786,787,071	508,036,361	278,750,710

Notes: (a) See Exhibit I, Sheet 1c.

(b) See Exhibit I, Sheet 3, Columns (7) and (8). The allocation to case and bulk / IBNR is shown on Exhibit I, Sheet 1c, Columns (5) and (6).

(c) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action. The estimated retrospective portion of this class action are excluded from the loss reserve development process. The estimated amounts are then added to the reserve estimates as shown above. A summary of the estimated retrospective payments is shown in Exhibit I, Sheet 1b.

(d) See Exhibit I, Sheet 1a.

Summary of Estimated Outstanding Loss & Expense
 Before and After Consideration of Prospective Period Inflation and Anticipated Investment Income
 Excluding ULAE Expense Reserve
 Prior to Consideration of Reinsurance Recoveries / Recoverables
 Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.00%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.133

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 6/30/14 ----- (2)	Case Outstanding Loss & ALAE @ 6/30/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 6/30/14 (2) - (3) ----- (4)
I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments			
A. 2014 Level Basis (a)	1,112,677,260	708,378,783	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	2,851,866,108	N/A	N/A
2. After Anticipated Investment Returns (b)	708,339,165	458,898,277	249,440,888
II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)			
A. 2014 Level Basis	1,113,569,344	709,270,867	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	2,852,758,192	N/A	N/A
2. After Anticipated Investment Returns	709,231,249	459,790,361	249,440,888

Notes: (a) Calculations for alternative assumption sets are not shown. However the calculations are similar to Exhibit III, Sheet 2.
 (b) Calculations for alternative assumption sets are not shown. However they are similar to those shown in Exhibit I, Sheet 3.
 (c) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action. The estimated retrospective portion of this class action are excluded from the loss reserve development process. The estimated amounts are then added to the reserve estimates as shown above. A summary of the estimated retrospective payments is shown in Exhibit I, Sheet 1b.

Summary of Estimated Outstanding Loss & Expense
 Before and After Consideration of Prospective Period Inflation and Anticipated Investment Income
 Excluding ULAE Expense Reserve
 Prior to Consideration of Reinsurance Recoveries / Recoverables
 Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	4.00%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.133

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 6/30/14 ----- (2)	Case Outstanding Loss & ALAE @ 6/30/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 6/30/14 (2) - (3) ----- (4)
I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments			
A. 2014 Level Basis (a)	1,112,677,260	708,378,783	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	4,195,828,885	N/A	N/A
2. After Anticipated Investment Returns (b)	876,972,882	563,540,721	313,432,161
II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)			
A. 2014 Level Basis	1,113,569,344	709,270,867	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	4,196,720,969	N/A	N/A
2. After Anticipated Investment Returns	877,864,966	564,432,805	313,432,161

Notes: (a) Calculations for alternative assumption sets are not shown. However the calculations are similar to Exhibit III, Sheet 2.
 (b) Calculations for alternative assumption sets are not shown. However they are similar to those shown in Exhibit I, Sheet 3.
 (c) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action. The estimated retrospective portion of this class action are excluded from the loss reserve development process. The estimated amounts are then added to the reserve estimates as shown above. A summary of the estimated retrospective payments is shown in Exhibit I, Sheet 1b.

Summary of Estimated Outstanding Loss & Expense
Before and After Consideration of Prospective Period Inflation and Anticipated Investment Income
Excluding ULAE Expense Reserve
Prior to Consideration of Reinsurance Recoveries / Recoverables
Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	7.50%
(2) Prospective Investment Return (Est.)	9.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.133

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 6/30/14 ----- (2)	Case Outstanding Loss & ALAE @ 6/30/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 6/30/14 (2) - (3) ----- (4)
I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments			
A. 2014 Level Basis (a)	1,112,677,260	708,378,783	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	21,574,669,446	N/A	N/A
2. After Anticipated Investment Returns (b)	795,210,277	512,924,864	282,285,413
II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)			
A. 2014 Level Basis	1,113,569,344	709,270,867	404,298,477
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	21,575,561,530	N/A	N/A
2. After Anticipated Investment Returns	796,102,361	513,816,948	282,285,413

Notes: (a) Calculations for alternative assumption sets are not shown. However the calculations are similar to Exhibit III, Sheet 2.
 (b) Calculations for alternative assumption sets are not shown. However they are similar to those shown in Exhibit I, Sheet 3.
 (c) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action. The estimated retrospective portion of this class action are excluded from the loss reserve development process. The estimated amounts are then added to the reserve estimates as shown above. A summary of the estimated retrospective payments is shown in Exhibit I, Sheet 1b.

Summary of Estimated Outstanding Loss & Expense
Before and After Consideration of Prospective Period Inflation and Anticipated Investment Income
Excluding ULAE Expense Reserve
Prior to Consideration of Reinsurance Recoveries / Recoverables
Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.233

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 6/30/14 ----- (2)	Case Outstanding Loss & ALAE @ 6/30/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 6/30/14 (2) - (3) ----- (4)
I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments			
A. 2014 Level Basis (a)	1,224,339,971	708,378,783	515,961,188
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	3,810,735,554	N/A	N/A
2. After Anticipated Investment Returns (b)	862,196,247	505,651,440	356,544,807
II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)			
A. 2014 Level Basis	1,225,232,055	709,270,867	515,961,188
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	3,811,627,638	N/A	N/A
2. After Anticipated Investment Returns	863,088,331	506,543,524	356,544,807

Notes: (a) Calculations for alternative assumption sets are not shown. However the calculations are similar to Exhibit III, Sheet 2.
 (b) Calculations for alternative assumption sets are not shown. However they are similar to those shown in Exhibit I, Sheet 3.
 (c) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action. The estimated retrospective portion of this class action are excluded from the loss reserve development process. The estimated amounts are then added to the reserve estimates as shown above. A summary of the estimated retrospective payments is shown in Exhibit I, Sheet 1b.

Summary of Estimated Outstanding Loss & Expense
Before and After Consideration of Prospective Period Inflation and Anticipated Investment Income
Excluding ULAE Expense Reserve
Prior to Consideration of Reinsurance Recoveries / Recoverables
Evaluated As of June 30, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 306 to Ult.	1.033

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 6/30/14 ----- (2)	Case Outstanding Loss & ALAE @ 6/30/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 6/30/14 (2) - (3) ----- (4)
I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments			
A. 2014 Level Basis (a)	1,001,259,849	708,378,783	292,881,066
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	3,073,972,847	N/A	N/A
2. After Anticipated Investment Returns (b)	709,960,530	508,993,779	200,966,751
II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)			
A. 2014 Level Basis	1,002,151,933	709,270,867	292,881,066
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	3,074,864,931	N/A	N/A
2. After Anticipated Investment Returns	710,852,614	509,885,863	200,966,751

Notes: (a) Calculations for alternative assumption sets are not shown. However the calculations are similar to Exhibit III, Sheet 2.
 (b) Calculations for alternative assumption sets are not shown. However they are similar to those shown in Exhibit I, Sheet 3.
 (c) Current NICA case reserve worksheets include estimates of potential retrospective payments related to the recent Basey class action. The estimated retrospective portion of this class action are excluded from the loss reserve development process. The estimated amounts are then added to the reserve estimates as shown above. A summary of the estimated retrospective payments is shown in Exhibit I, Sheet 1b.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
 Estimated Prospective Period Cost Level Basis - After Future Inflation & Anticipated Investment Income
 Excluding ULAE Expense Reserve
 Before Consideration of Reinsurance Recoveries
 Excluding Estimated Retroactive Class Action Payments

Assumptions :

- (1) Prospective Inflation Rate (Est.) 3.50%
- (2) Prospective Investment Return (Est.) 5.00%

Calendar Year	Prospective Period Level Basis Estimated Prospective Period Loss & ALAE			Calendar Year	Prospective Period Level Basis Estimated Prospective Period Loss & ALAE		
	2014 Level Basis (a) Before Invest. Income	After Inflation Before (b) Invest. Income	After (c) Inflation and Invest. Income		2014 Level Basis (a) Before Invest. Income	After Inflation Before (b) Invest. Income	After (c) Inflation and Invest. Income
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
2014	13,665,400	13,783,434	13,616,332	2064	9,091,154	50,773,428	4,427,632
2015	21,119,203	21,858,375	20,817,500	2065	8,705,031	50,318,552	4,179,015
2016	23,241,433	24,896,804	22,582,135	2066	8,269,013	49,471,135	3,912,986
2017	22,496,062	24,941,786	21,545,653	2067	7,889,960	48,855,489	3,680,277
2018	23,279,141	26,713,349	21,977,139	2068	7,702,446	49,363,682	3,541,485
2019	22,001,465	26,130,838	20,474,195	2069	7,415,717	49,189,496	3,360,941
2020	24,948,333	30,667,871	22,884,838	2070	6,762,562	46,427,028	3,021,135
2021	22,387,756	28,483,478	20,242,676	2071	6,390,597	45,408,941	2,814,176
2022	22,611,130	29,774,541	20,152,581	2072	6,047,637	44,476,029	2,625,105
2023	24,378,432	33,225,301	21,417,325	2073	5,939,553	45,209,987	2,541,357
2024	23,162,582	32,673,109	20,058,455	2074	5,375,456	42,348,332	2,267,140
2025	23,513,760	34,329,377	20,071,676	2075	5,045,088	41,136,762	2,097,408
2026	23,533,214	35,560,303	19,801,307	2076	4,872,385	41,119,067	1,996,672
2027	25,677,396	40,158,319	21,296,814	2077	4,436,823	38,753,789	1,792,208
2028	25,016,510	40,494,087	20,452,266	2078	4,215,532	38,109,636	1,678,493
2029	24,288,504	40,691,717	19,573,412	2079	3,853,116	36,052,456	1,512,274
2030	24,261,330	42,068,808	19,272,205	2080	3,574,026	34,611,532	1,382,697
2031	24,391,887	43,775,524	19,099,116	2081	3,315,337	33,230,059	1,264,294
2032	24,413,353	45,347,539	18,842,839	2082	3,054,830	31,690,623	1,148,308
2033	25,707,890	49,423,452	19,558,538	2083	2,930,514	31,465,017	1,085,841
2034	25,759,402	51,255,770	19,317,761	2084	2,581,647	28,689,389	942,910
2035	24,069,865	49,570,238	17,792,859	2085	2,366,554	27,219,574	852,003
2036	23,707,196	50,532,164	17,274,414	2086	2,152,899	25,628,831	764,010
2037	23,380,386	51,579,809	16,792,906	2087	1,958,367	24,129,014	685,048
2038	23,453,938	53,553,046	16,605,081	2088	1,794,368	22,882,185	618,713
2039	22,267,597	52,623,786	15,539,950	2089	1,598,639	21,099,712	543,349
2040	21,665,543	52,993,020	14,903,796	2090	1,448,269	19,784,073	485,209
2041	22,089,567	55,921,222	14,978,405	2091	1,277,349	18,059,949	421,833
2042	20,253,212	53,066,897	13,537,028	2092	1,136,918	16,637,050	370,093
2043	20,551,453	55,733,034	13,540,136	2093	1,015,982	15,387,693	326,001
2044	18,973,080	53,253,522	12,321,664	2094	880,426	13,801,323	278,469
2045	18,411,333	53,485,503	11,786,037	2095	772,670	12,536,096	240,896
2046	17,792,595	53,497,131	11,227,238	2096	674,664	11,329,125	207,336
2047	17,198,381	53,520,370	10,697,252	2097	582,327	10,120,828	176,402
2048	18,034,188	58,085,601	11,056,873	2098	496,921	8,938,750	148,380
2049	16,202,896	54,013,818	9,792,181	2099	424,117	7,896,150	124,832
2050	15,605,354	53,842,622	9,296,328	2100	357,899	6,896,527	103,837
2051	15,096,898	53,911,407	8,864,956	2101	302,447	6,031,972	86,495
2052	14,617,965	54,028,164	8,461,100	2102	248,895	5,137,675	70,163
2053	14,799,683	56,614,289	8,443,906	2103	205,739	4,395,500	57,169
2054	13,590,584	53,808,652	7,643,287	2104	165,856	3,667,442	45,428
2055	13,744,806	56,323,930	7,619,592	2105	131,779	3,015,898	35,579
2056	12,612,083	53,491,097	6,891,773	2106	101,753	2,410,231	27,080
2057	12,183,543	53,482,123	6,562,492	2107	78,359	1,921,074	20,556
2058	12,072,689	54,850,349	6,409,885	2108	58,040	1,472,729	15,008
2059	11,232,002	52,816,900	5,878,337	2109	41,286	1,084,271	10,523
2060	10,782,138	52,476,033	5,562,285	2110	29,048	789,578	7,298
2061	10,383,019	52,302,216	5,279,868	2111	18,641	524,415	4,617
2062	10,342,914	53,923,700	5,184,338	2112	10,634	309,626	2,596
2063	9,905,529	53,450,872	4,894,171	2113	3,369	101,532	811
Subtotals:	974,874,621	2,273,005,301	727,892,899	Subtotals:	137,802,639	1,169,909,256	58,002,089
				Totals - All Years	1,112,677,260	3,442,914,557	785,894,987

Notes: (a) See Exhibit II, Sheet 1, Columns (2) and (4).

(b) Calculated based on estimated incremental payments shown in columns (2) and (6) and the estimated annual inflation rate shown in Assumption #1 above. Payments are assumed to be made at the midpoint of each year.

(c) The inflated amounts before discount as shown in columns (3) and (7) are discounted to June 30, 2014 based on the assumed investment rate shown in Assumption # 2.

Summary of Estimates By Component - Outstanding Loss & Expense

Net of Estimated Reinsurance Recoveries / Recoverables
Evaluated As of June 30, 2014

Birth Year	Prior to Reinsurance Recoverables			Specific Excess Reinsurance (c)						Net of Reinsurance Basis	
	Total O/S Loss and Exp. After Inflation and P.V. (a) Adjustment	Actual (b) Paid Loss and Expense	Current Value Ultimate Loss & ALAE (2) + (3)	Retention	Excess Layer	Recovered (d)	Calculated Recoverable on Case O/S	Calculated Recoverable on Estimated Case (e) Development	Calculated Specific XS Recoverable Combined Basis (8) + (9)		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)		
1989	14,185,929	12,401,191	26,587,120	100%	N/A						
1990	7,588,476	5,133,233	12,721,709	100%	N/A						
1991	17,739,416	6,857,514	24,596,929	100%	N/A						
1992	36,031,875	11,553,591	47,585,465	4,000,000	2,500,000		Committed				
1993	25,747,539	16,330,907	42,078,446	4,000,000	2,500,000	11,408,065	-	-	-		
1994	13,436,312	6,353,314	19,789,627	4,000,000	2,500,000		1,726,833	-	-		
1995	21,076,225	7,728,639	28,804,865	4,000,000	2,500,000		2,497,577	-	-		
1996	19,635,788	7,726,241	27,362,029	4,000,000	2,500,000		959,723	-	-		
1997	28,258,142	10,046,646	38,304,789	4,000,000	2,500,000		2,132,728	-	-		
1998	48,280,052	14,882,297	63,162,349	4,250,000	2,500,000		2,683,139	-	-		
1999	20,780,238	10,104,054	30,884,292	4,250,000	2,500,000		3,143,106	-	-		
2000	13,983,748	4,450,573	18,434,322	4,250,000	2,500,000		2,150,848	-	-		
2001	19,884,105	5,644,960	25,529,064	4,250,000	2,500,000		2,708,409	-	-		
2002	57,902,190	11,488,643	69,390,833	4,250,000	2,500,000		14,972,952	7,662,088	22,635,041		
2003	13,805,709	2,924,769	16,730,479	4,250,000	2,500,000		2,383,945	4,379,878	6,763,823		
2004	21,210,264	3,663,687	24,873,950	100%	N/A		-	-	-		
2005	31,123,215	5,446,402	36,569,617	100%	N/A		-	-	-		
2006	41,072,449	5,949,838	47,022,287	100%	N/A		-	-	-		
2007	37,600,773	5,625,506	43,226,279	100%	N/A		-	-	-		
2008	45,401,529	2,591,781	47,993,310	100%	N/A		-	-	-		
2009	45,519,648	3,418,634	48,938,282	100%	N/A		-	-	-		
2010	39,062,887	1,950,349	41,013,237	100%	N/A		-	-	-		
2011	47,619,961	1,331,465	48,951,426	100%	N/A		-	-	-		
2012	50,064,319	426,059	50,490,378	100%	N/A		-	-	-		
2013	48,476,824	323,461	48,800,285	100%	N/A		-	-	-		
2014 (6 Mo)	21,299,458	-	21,299,458	100%	N/A		-	-	-		
Totals:	786,787,071	164,353,755	951,140,826			29,410,427	17,356,897	12,041,967	29,398,864		

Birth Year	Aggregate Excess Reinsurance (c)			Net of Reinsurance Basis						
	Retention	Excess Layer	Recovered (d)	Calculated Recoverable on Case O/S	Calculated Recoverable on Estimated Case (e) Development	Calculated Aggregate XS Recoverable Combined Basis (14) + (15)	Experience Refund Received to Date (f)	Paid Loss & Expense (3)-(7)-(13)-(17)	Outstanding Loss and Expense After Inflation and P.V. (2)-(10)-(16)	Indicated Ultimate After Inflation and P.V. (18) + (19)
(1)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
1989	100%	N/A						12,401,191	14,185,929	26,587,120
1990	100%	N/A						5,133,233	7,588,476	12,721,709
1991	100%	N/A						6,857,514	17,739,416	24,596,929
1992	21,530,000	10,000,000	477,375	Committed				11,076,216	36,031,875	47,108,090
1993	21,530,000	10,000,000	10,000,000	-				(5,077,158)	25,747,539	20,670,381
1994	21,530,000	10,000,000	-	-			423,375	4,203,106	13,436,312	17,639,419
1995	19,940,000	10,000,000	-	-			375,000	4,856,063	21,076,225	25,932,288
1996	19,940,000	10,000,000	-	-			408,750	6,357,768	19,635,788	25,993,556
1997	22,900,000	10,000,000	-	-			423,750	7,490,168	28,258,142	35,748,310
1998	23,500,000	10,000,000	-	-				12,199,158	48,280,052	60,479,210
1999	20,000,000	13,000,000	2,597,638	3,000,000		3,000,000		4,363,311	17,780,238	22,143,549
2000	20,000,000	13,000,000	-	-				2,299,726	13,983,748	16,283,474
2001	20,000,000	13,000,000	-	-				2,936,550	19,884,105	22,820,655
2002	20,000,000	13,000,000	-	13,000,000		13,000,000		11,488,643	22,267,149	33,755,792
2003	20,000,000	13,000,000	-	-				2,924,769	7,041,887	9,966,656
2004								3,663,687	21,210,264	24,873,950
2005								5,446,402	31,123,215	36,569,617
2006								5,949,838	41,072,449	47,022,287
2007								5,625,506	37,600,773	43,226,279
2008								2,591,781	45,401,529	47,993,310
2009								3,418,634	45,519,648	48,938,282
2010								1,950,349	39,062,887	41,013,237
2011								1,331,465	47,619,961	48,951,426
2012								426,059	50,064,319	50,490,378
2013								323,461	48,476,824	48,800,285
2014 (6 Mo)								-	21,299,458	21,299,458
Totals:										
Excl. ULAE			13,075,013	16,000,000	-	16,000,000	1,630,875	120,237,440	741,388,208	861,625,647
ULAE (g)								N/A	9,354,550	N/A
Incl. ULAE								N/A	750,742,758	N/A

Notes: (a) See Exhibit I, Sheet 1c, Column (7).

(b) See Exhibit I, Sheet 1c, Column (4).

(c) The specific and aggregate excess recoveries and recoverables shown are based on final amounts received as a result of negotiations and arbitration proceedings for birth years 1992 to 2001 (AUL/RMS and Munich Re) and estimates of recoverables related to specific (2002 and 2003) and aggregate (1999 to 2003) excess coverage provided by General Reinsurance Corporation. The reinsurance treaties provided by AUL/RMS and Munich Re have been commuted.

(d) The amounts recovered to date from the various reinsurers (AUL/RMS and Munich Re) are based on three separate reinsurance negotiation / arbitration proceedings. The amounts received to date are \$21,408,065 (birth year 1993), \$10,000,000 (birth years 1994 to 1998), and \$10,600,000 (birth years 1999 to 2001). These amounts have been allocated to each birth year based on our calculated recoverables as of September 30, 2012.

(e) The remaining recoverable shown for birth year 1999 (\$3.0 million) is related to an aggregate excess layer (\$3.0 million excess of \$20.0 million) provided by General Reinsurance Corporation. For birth years 2002 and 2003, an estimate of the indicated specific and aggregate excess recoverable related to estimated future case development is shown. The procedure used to calculate the recoverable for these years is similar to that used in the BY 1993 commutation arbitration with the inclusion estimated case development. The final commutation amount may vary, perhaps significantly from the amounts shown for the 2002 to 2003 years. The estimated future case development factors are based on the factors shown in Exhibit VII, Sheet 1 adjusted to apply to the case outstanding portion only.

(f) Actual experience refund received to date.

(g) See Exhibit I, Sheet 5a.

Development of Unallocated Loss Adjustment Expense (ULAE) Reserve

Evaluated As of June 30, 2014

I. ULAE Reserve Related to Settlement of Outstanding Claims (a)	7,929,550
II. ULAE Reserve Related to Collection of Reinsurance Recoveries on Claims Incurred Prior to June 30, 2014 (b) \$ 475,000 x 3	1,425,000
III. Total ULAE Reserve (I) + (II)	9,354,550

Notes: (a) See Exhibit I, Sheet 5b.

(b) The estimated unallocated loss adjustment expense related to the expense associated with the collection of reinsurance recoveries on claims incurred during birth years 1994 to 2003 is based on current expense budgets as prepared by NICA and a current estimate of three years for the arbitration of collection process related to these claims. Specifically, the estimate is based on average annual expense of \$ 475,000 over each of the next three years.

Development of Unallocated Loss Adjustment Expense (ULAE) Reserve
Portion Related to Claims Settlement
Evaluated As of June 30, 2014

Assumptions:

- 1. Estimated Calendar Year 2014 Level ULAE Payment (a): 391,725
- 2. Prospective Inflation Rate - Expense (b): 3.00%
- 3. Prospective Investment Return (b): 5.00%

Year	2014 Level Expense	Prospective Loss Level (Inflation) Factor	Present Value Factor	Before Mortality			After Mortality	
				Prospective Level Expense (2) x (3)	Present Value of Prospective Level Expense (5) x (4)	Weighted Average Probability of Survival	Prospective Level Expense (5) x (7)	Present Value of Prospective Level Expense (6) x (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	391,725	1.015	0.976	397,557	387,976	0.9739	387,176	377,845
2	391,725	1.045	0.929	409,484	380,586	0.9567	391,749	364,103
3	391,725	1.077	0.885	421,769	373,337	0.9395	396,254	350,752
4	391,725	1.109	0.843	434,422	366,226	0.9223	400,682	337,783
5	391,725	1.142	0.803	447,454	359,250	0.9052	405,026	325,185
6	391,725	1.177	0.765	460,878	352,407	0.8880	409,275	312,950
7	391,725	1.212	0.728	474,704	345,695	0.8709	413,420	301,066
8	391,725	1.248	0.694	488,946	339,110	0.8538	417,450	289,524
9	391,725	1.286	0.661	503,614	332,651	0.8367	421,355	278,317
10	391,725	1.324	0.629	518,722	326,315	0.8196	425,125	267,435
11	391,725	1.364	0.599	534,284	320,099	0.8025	428,751	256,872
12	391,725	1.405	0.571	550,312	314,002	0.7854	432,224	246,622
13	391,725	1.447	0.543	566,822	308,021	0.7684	435,537	236,678
14	391,725	1.490	0.518	583,827	302,154	0.7514	438,681	227,035
15	391,725	1.535	0.493	601,341	296,399	0.7344	441,647	217,686
16	391,725	1.581	0.469	619,382	290,753	0.7175	444,424	208,624
17	391,725	1.629	0.447	637,963	285,215	0.7007	447,002	199,842
18	391,725	1.677	0.426	657,102	279,782	0.6839	449,369	191,333
19	391,725	1.728	0.406	676,815	274,453	0.6671	451,512	183,091
20	391,725	1.780	0.386	697,119	269,225	0.6504	453,416	175,108
21	391,725	1.833	0.368	718,033	264,097	0.6338	455,065	167,376
22	391,725	1.888	0.350	739,574	259,067	0.6172	456,444	159,889
23	391,725	1.945	0.334	761,761	254,132	0.6006	457,536	152,639
24	391,725	2.003	0.318	784,614	249,292	0.5841	458,322	145,620
25	391,725	2.063	0.303	808,152	244,543	0.5677	458,786	138,826
26	391,725	2.125	0.288	832,397	239,885	0.5513	458,908	132,251
27	391,725	2.189	0.274	857,369	235,316	0.5350	458,671	125,888
28	391,725	2.254	0.261	883,090	230,834	0.5187	458,057	119,733
29	391,725	2.322	0.249	909,583	226,437	0.5025	457,045	113,780
30	391,725	2.392	0.237	936,870	222,124	0.4863	455,618	108,023
31	391,725	2.463	0.226	964,976	217,893	0.4702	453,754	102,458
32	391,725	2.537	0.215	993,926	213,743	0.4542	451,436	97,081
33	391,725	2.613	0.205	1,023,743	209,671	0.4382	448,642	91,886
34	391,725	2.692	0.195	1,054,456	205,678	0.4224	445,354	86,869
35	391,725	2.773	0.186	1,086,089	201,760	0.4066	441,551	82,026
36	391,725	2.856	0.177	1,118,672	197,917	0.3908	437,214	77,352
37	391,725	2.941	0.168	1,152,232	194,147	0.3752	432,326	72,845
38	391,725	3.030	0.160	1,186,799	190,449	0.3597	426,870	68,501
39	391,725	3.121	0.153	1,222,403	186,821	0.3443	420,832	64,316
40	391,725	3.214	0.146	1,259,075	183,263	0.3290	414,197	60,288
41	391,725	3.311	0.139	1,296,847	179,772	0.3138	406,956	56,413
42	391,725	3.410	0.132	1,335,753	176,348	0.2988	399,100	52,690
43	391,725	3.512	0.126	1,375,825	172,989	0.2839	390,625	49,115
44	391,725	3.618	0.120	1,417,100	169,694	0.2692	381,529	45,687
45	391,725	3.726	0.114	1,459,613	166,462	0.2547	371,818	42,404
46	391,725	3.838	0.109	1,503,402	163,291	0.2405	361,502	39,264
47	391,725	3.953	0.103	1,548,504	160,181	0.2264	350,596	36,266
48	391,725	4.072	0.099	1,594,959	157,130	0.2126	339,123	33,409
49	391,725	4.194	0.094	1,642,808	154,137	0.1991	327,109	30,691
50	391,725	4.320	0.089	1,692,092	151,201	0.1859	314,588	28,111
Totals:	19,586,250			44,843,235	12,581,926		21,079,653	7,929,550

Notes: (a) Estimated current level (2014) unallocated expense based on expense allocation of expected on-going claims expense.
(b) Investment and inflation rates consistent with selection used in loss and ALAE reserve estimates. Inflation rate slightly less than applied to loss and ALAE due to difference in expected inflation related to loss adjustment expenses.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
Estimated 2014 Level Basis - Before Future Inflation & Anticipated Investment Income

Before Consideration of Reinsurance Recoveries

Reserve @ 6/30/14 1,112,677,260

Calendar Year ----- (1)	Estimated Prospective Period Payments 2014 Level Basis (a) ----- (2)	Calendar Year ----- (3)	Estimated Prospective Period Payments 2014 Level Basis (a) ----- (4)
2014	13,665,400	2064	9,091,154
2015	21,119,203	2065	8,705,031
2016	23,241,433	2066	8,269,013
2017	22,496,062	2067	7,889,960
2018	23,279,141	2068	7,702,446
2019	22,001,465	2069	7,415,717
2020	24,948,333	2070	6,762,562
2021	22,387,756	2071	6,390,597
2022	22,611,130	2072	6,047,637
2023	24,378,432	2073	5,939,553
2024	23,162,582	2074	5,375,456
2025	23,513,760	2075	5,045,088
2026	23,533,214	2076	4,872,385
2027	25,677,396	2077	4,436,823
2028	25,016,510	2078	4,215,532
2029	24,288,504	2079	3,853,116
2030	24,261,330	2080	3,574,026
2031	24,391,887	2081	3,315,337
2032	24,413,353	2082	3,054,830
2033	25,707,890	2083	2,930,514
2034	25,759,402	2084	2,581,647
2035	24,069,865	2085	2,366,554
2036	23,707,196	2086	2,152,899
2037	23,380,386	2087	1,958,367
2038	23,453,938	2088	1,794,368
2039	22,267,597	2089	1,598,639
2040	21,665,543	2090	1,448,269
2041	22,089,567	2091	1,277,349
2042	20,253,212	2092	1,136,918
2043	20,551,453	2093	1,015,982
2044	18,973,080	2094	880,426
2045	18,411,333	2095	772,670
2046	17,792,595	2096	674,664
2047	17,198,381	2097	582,327
2048	18,034,188	2098	496,921
2049	16,202,896	2099	424,117
2050	15,605,354	2100	357,899
2051	15,096,898	2101	302,447
2052	14,617,965	2102	248,895
2053	14,799,683	2103	205,739
2054	13,590,584	2104	165,856
2055	13,744,806	2105	131,779
2056	12,612,083	2106	101,753
2057	12,183,543	2107	78,359
2058	12,072,689	2108	58,040
2059	11,232,002	2109	41,286
2060	10,782,138	2110	29,048
2061	10,383,019	2111	18,641
2062	10,342,914	2112	10,634
2063	9,905,529	2113	3,369
Subtotals:	974,874,621	Subtotals:	137,802,639
		Totals - All Years	1,112,677,260

Note: (a) See Column (9) of Exhibit II, Sheets 2a and 2b.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
Estimated 2014 Level Basis - Before Future Inflation & Anticipated Investment IncomeBefore Consideration of Reinsurance Recoveries
Evaluated As of June 30, 2014

Calendar Year	BY 2007	BY 2008	BY 2009	BY 2010	BY 2011	BY 2012	BY 2013	BY 2014	Totals All BY'S (c)
----- (1)	----- (2)	----- (3)	----- (4)	----- (5)	----- (6)	----- (7)	----- (8)	----- (9)	----- (10)
Reserve @ 6/30/14 (a)	54,677,083	66,585,967	67,245,405	58,033,536	71,140,892	75,168,211	73,161,852	32,408,710	1,112,677,260

Estimated Prospective Period Loss & Expense Payments - 2014 Level Basis - (b)

2014	338,535	434,962	574,381	557,098	600,698	778,881	580,290	136,783	13,665,400
2015	667,148	814,111	865,382	973,562	1,341,437	1,245,735	1,488,732	507,907	21,119,203
2016	627,779	802,182	809,861	733,401	1,172,120	1,390,945	1,190,531	651,517	23,241,433
2017	752,523	754,844	797,994	686,347	882,978	1,215,379	1,329,306	521,015	22,496,062
2018	1,017,770	904,837	750,903	676,290	826,327	915,565	1,161,521	581,747	23,279,141
2019	858,462	1,223,771	900,113	636,381	814,219	856,824	874,993	508,319	22,001,465
2020	837,806	1,032,218	1,217,382	762,835	766,171	844,269	818,855	382,925	24,948,333
2021	946,112	1,007,382	1,026,829	1,031,716	918,415	794,448	806,856	358,357	22,387,756
2022	1,101,077	1,137,609	1,002,122	870,225	1,242,135	952,311	759,242	353,106	22,611,130
2023	1,030,377	1,323,940	1,131,670	849,286	1,047,708	1,287,978	910,110	332,269	24,378,432
2024	1,025,763	1,238,930	1,317,028	959,076	1,022,498	1,086,375	1,230,902	398,293	23,162,582
2025	1,052,820	1,233,382	1,232,462	1,116,165	1,154,680	1,060,235	1,038,233	538,682	23,513,760
2026	1,080,894	1,265,916	1,226,942	1,044,496	1,343,807	1,197,295	1,013,252	454,364	23,533,214
2027	1,171,532	1,299,671	1,259,306	1,039,819	1,257,521	1,393,402	1,144,238	443,432	25,677,396
2028	1,257,998	1,408,655	1,292,886	1,067,247	1,251,890	1,303,932	1,331,655	500,755	25,016,510
2029	1,296,808	1,512,622	1,401,300	1,095,705	1,284,912	1,298,093	1,246,150	582,775	24,288,504
2030	1,322,439	1,559,288	1,504,725	1,187,585	1,319,174	1,332,334	1,240,569	545,355	24,261,330
2031	1,372,628	1,590,106	1,551,147	1,275,236	1,429,793	1,367,860	1,273,292	542,913	24,391,887
2032	1,371,175	1,650,453	1,581,804	1,314,578	1,535,321	1,482,561	1,307,245	557,234	24,413,353
2033	1,359,839	1,648,706	1,641,836	1,340,560	1,582,686	1,591,984	1,416,863	572,092	25,707,890
2034	1,390,978	1,635,076	1,640,099	1,391,436	1,613,967	1,641,098	1,521,437	620,065	25,759,402
2035	1,327,948	1,672,517	1,626,539	1,389,964	1,675,220	1,673,533	1,568,374	665,830	24,069,865
2036	1,277,967	1,596,730	1,663,785	1,378,472	1,673,447	1,737,046	1,599,372	686,371	23,707,196
2037	1,237,480	1,536,633	1,588,393	1,410,038	1,659,611	1,735,208	1,660,071	699,936	23,380,386
2038	1,217,336	1,487,951	1,528,610	1,346,144	1,697,615	1,720,862	1,658,314	726,500	23,453,938
2039	1,147,880	1,463,730	1,480,182	1,295,478	1,620,690	1,760,268	1,644,604	725,731	22,267,597
2040	1,113,191	1,380,216	1,456,088	1,254,437	1,559,691	1,680,504	1,682,263	719,731	21,665,543
2041	1,063,691	1,338,505	1,373,010	1,234,017	1,510,279	1,617,254	1,606,034	736,212	22,089,567
2042	1,036,857	1,278,987	1,331,517	1,163,609	1,485,695	1,566,018	1,545,587	702,852	20,253,212
2043	1,009,886	1,246,722	1,272,309	1,128,444	1,400,927	1,540,527	1,496,621	676,398	20,551,453
2044	977,414	1,214,292	1,240,213	1,078,267	1,358,591	1,452,630	1,472,260	654,970	18,973,080
2045	938,944	1,175,247	1,207,952	1,051,065	1,298,179	1,408,732	1,388,258	644,308	18,411,333
2046	923,988	1,128,990	1,169,111	1,023,724	1,265,430	1,346,091	1,346,305	607,546	17,792,595
2047	903,650	1,111,007	1,123,096	990,807	1,232,513	1,312,132	1,286,440	589,186	17,198,381
2048	876,059	1,086,553	1,105,207	951,810	1,192,882	1,278,001	1,253,986	562,987	18,034,188
2049	844,759	1,053,377	1,080,880	936,649	1,145,932	1,236,908	1,221,367	548,785	16,202,896
2050	807,149	1,015,742	1,047,878	916,033	1,127,679	1,188,224	1,182,095	534,510	15,605,354
2051	782,930	970,519	1,010,439	888,063	1,102,858	1,169,298	1,135,569	517,323	15,096,898
2052	764,404	941,398	965,452	856,335	1,069,184	1,143,560	1,117,481	496,961	14,617,965
2053	740,039	919,123	936,483	818,209	1,030,984	1,108,644	1,092,885	489,046	14,799,683
2054	718,094	889,826	914,324	793,658	985,082	1,069,034	1,059,515	478,281	13,590,584
2055	674,961	863,439	885,180	774,878	955,524	1,021,439	1,021,661	463,678	13,744,806
2056	657,869	811,576	858,931	750,179	932,915	990,790	976,174	447,112	12,612,083
2057	634,729	791,024	807,339	727,933	903,178	967,346	946,884	427,205	12,183,543
2058	623,718	763,201	786,895	684,210	876,395	936,511	924,479	414,387	12,072,689
2059	597,595	749,962	759,217	666,884	823,755	908,740	895,011	404,581	11,232,002
2060	566,722	718,551	746,046	643,427	802,894	854,157	868,470	391,685	10,782,138
2061	552,546	681,429	714,800	632,265	774,654	832,527	816,305	380,070	10,383,019
2062	524,173	664,383	677,871	605,784	761,215	803,244	795,634	357,241	10,342,914
2063	511,402	630,268	660,915	574,488	729,333	789,309	767,649	348,195	9,905,529
Subtotals 2014 to 2063:	46,933,846	56,660,554	56,744,834	48,574,314	59,060,807	61,886,041	59,713,938	26,187,524	974,874,621

Notes: (a) See Exhibit III, Column (5).

(b) Prospective period payments are based on the estimated outstanding loss & expense reserve shown above and the assumed loss payment patterns shown in Appendix A.

(c) Sum of columns (2) to (10) of Exhibit II Sheets 3a and 4a and columns (2) to (9) above.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
Estimated 2014 Level Basis - Before Future Inflation & Anticipated Investment IncomeBefore Consideration of Reinsurance Recoveries
Evaluated As of June 30, 2014

Calendar Year	BY 2007	BY 2008	BY 2009	BY 2010	BY 2011	BY 2012	BY 2013	BY 2014	Totals All BY'S (c)
-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Reserve @ 6/30/14 (a)	54,677,083	66,585,967	67,245,405	58,033,536	71,140,892	75,168,211	73,161,852	32,408,710	1,112,677,260

Estimated Prospective Period Loss & Expense Payments - 2014 Level Basis - (b)

2064	488,388	614,912	626,977	560,117	691,655	756,251	754,332	335,948	9,091,154
2065	462,067	587,240	611,702	531,356	674,353	717,181	722,738	330,120	8,705,031
2066	448,347	555,592	584,174	518,410	639,725	699,241	685,400	316,293	8,269,013
2067	426,822	539,095	552,691	495,081	624,140	663,336	668,255	299,953	7,889,960
2068	421,761	513,212	536,280	468,399	596,052	647,175	633,940	292,450	7,702,446
2069	390,045	507,128	510,533	454,491	563,929	618,050	618,496	277,433	7,415,717
2070	369,202	468,992	504,480	432,670	547,184	584,742	590,662	270,674	6,762,562
2071	353,893	443,930	466,543	427,541	520,914	567,379	558,829	258,493	6,390,597
2072	337,355	425,522	441,612	395,390	514,738	540,139	542,236	244,562	6,047,637
2073	325,297	405,637	423,300	374,261	476,029	533,735	516,203	237,300	5,939,553
2074	304,254	391,139	403,519	358,742	450,592	493,598	510,083	225,907	5,375,456
2075	289,337	365,837	389,097	341,978	431,907	467,222	471,725	223,229	5,045,088
2076	270,853	347,900	363,927	329,755	411,724	447,847	446,517	206,442	4,872,385
2077	254,360	325,675	346,084	308,423	397,008	426,919	428,001	195,410	4,436,823
2078	244,261	305,844	323,974	293,302	371,326	411,660	408,001	187,307	4,215,532
2079	225,782	293,700	304,247	274,564	353,120	385,031	393,418	178,554	3,853,116
2080	210,186	271,481	292,167	257,846	330,562	366,153	367,968	172,172	3,574,026
2081	196,152	252,728	270,064	247,608	310,433	342,762	349,927	161,035	3,315,337
2082	187,610	235,854	251,409	228,876	298,107	321,890	327,572	153,139	3,054,830
2083	171,365	225,582	234,622	213,066	275,555	309,109	307,626	143,356	2,930,514
2084	156,414	206,050	224,405	198,840	256,521	285,725	295,411	134,627	2,581,647
2085	142,658	188,073	204,975	190,180	239,393	265,988	273,063	129,282	2,366,554
2086	132,850	171,533	187,091	173,714	228,968	248,228	254,201	119,501	2,152,899
2087	121,067	159,739	170,637	158,557	209,142	237,418	237,228	111,247	1,958,367
2088	110,676	145,571	158,905	144,613	190,895	216,861	226,897	103,819	1,794,368
2089	101,373	133,078	144,811	134,670	174,107	197,940	207,251	99,297	1,598,639
2090	87,845	121,891	132,383	122,726	162,136	180,532	189,169	90,700	1,448,269
2091	78,827	105,626	121,255	112,193	147,755	168,120	172,532	82,786	1,277,349
2092	70,180	94,782	105,074	102,762	135,075	153,209	160,670	75,506	1,136,918
2093	62,148	84,384	94,287	89,049	123,720	140,060	146,419	70,314	1,015,982
2094	53,618	74,727	83,944	79,907	107,211	128,287	133,853	64,078	880,426
2095	45,496	64,471	74,336	71,141	96,204	111,167	122,602	58,578	772,670
2096	41,464	54,704	64,134	62,999	85,650	99,755	106,241	53,654	674,664
2097	33,644	49,857	54,418	54,353	75,848	88,812	95,334	46,495	582,327
2098	28,477	40,453	49,597	46,119	65,438	78,647	84,876	41,721	496,921
2099	23,105	34,241	40,242	42,032	55,525	67,853	75,162	37,144	424,117
2100	18,923	27,782	34,062	34,105	50,605	57,574	64,846	32,893	357,899
2101	15,500	22,754	27,637	28,867	41,060	52,473	55,023	28,379	302,447
2102	12,194	18,638	22,635	23,422	34,754	42,576	50,147	24,080	248,895
2103	10,202	14,662	18,541	19,183	28,199	36,037	40,689	21,946	205,739
2104	7,327	12,267	14,585	15,713	23,095	29,239	34,440	17,807	165,856
2105	5,546	8,810	12,203	12,361	18,918	23,947	27,944	15,072	131,779
2106	6,365	6,668	8,764	10,342	14,882	19,616	22,886	12,229	101,753
2107	-	7,654	6,633	7,428	12,451	15,431	18,746	10,016	78,359
2108	-	-	7,614	5,622	8,943	12,911	14,747	8,204	58,040
2109	-	-	-	6,453	6,768	9,273	12,339	6,454	41,286
2110	-	-	-	-	7,769	7,018	8,862	5,400	29,048
2111	-	-	-	-	-	8,055	6,707	3,878	18,641
2112	-	-	-	-	-	-	7,698	2,935	10,634
2113	-	-	-	-	-	-	-	3,369	3,369
Subtotals 2064 to 2113:	7,743,237	9,925,412	10,500,571	9,459,222	12,080,085	13,282,171	13,447,915	6,221,187	137,802,639
Totals 2014 to 2113:	54,677,083	66,585,967	67,245,405	58,033,536	71,140,892	75,168,211	73,161,852	32,408,710	1,112,677,260

Notes: (a) See Exhibit III, Column (5).

(b) Prospective period payments are based on the estimated outstanding loss & expense reserve shown above and the assumed loss payment patterns shown in Appendix A.

(c) Sum of columns (2) to (10) of Exhibit II Sheets 3b and 4b and columns (2) to (9) above.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
Estimated 2014 Level Basis - Before Future Inflation & Anticipated Investment Income

Before Consideration of Reinsurance Recoveries
Evaluated As of June 30, 2014

Calendar Year	BY 1998	BY 1999	BY 2000	BY 2001	BY 2002	BY 2003	BY 2004	BY 2005	BY 2006
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Reserve @ 6/30/14 (a)	65,907,634	26,329,271	18,966,916	27,181,906	79,071,522	17,521,738	30,024,354	44,450,680	59,199,135

Estimated Prospective Period Loss & Expense Payments - 2014 Level Basis - (b)

2014	1,133,500	492,283	258,282	455,814	1,232,998	381,123	214,497	261,493	365,657
2015	1,472,661	838,921	364,380	566,034	1,292,784	425,706	580,206	626,907	688,158
2016	1,648,102	902,812	598,158	647,351	1,990,046	620,732	489,388	847,877	824,900
2017	1,666,994	864,695	563,724	624,424	1,950,165	595,493	477,613	715,161	1,115,659
2018	1,745,464	936,747	539,978	684,969	2,106,577	658,781	539,355	697,953	941,028
2019	1,603,151	910,114	507,948	594,048	1,859,769	560,710	627,697	788,180	918,386
2020	2,021,288	1,065,895	609,000	813,767	2,259,210	662,814	587,393	917,277	1,037,108
2021	1,640,533	963,281	452,978	629,379	1,987,601	517,315	584,762	858,379	1,206,978
2022	1,563,844	934,138	516,207	616,693	1,975,536	502,689	600,187	854,535	1,129,478
2023	1,661,759	938,103	517,454	751,160	2,201,371	573,741	616,191	877,076	1,124,420
2024	1,557,264	860,491	460,473	635,881	1,980,830	461,620	667,861	900,463	1,154,080
2025	1,668,975	833,089	437,096	623,341	1,959,141	603,244	717,154	975,971	1,184,854
2026	1,583,802	824,883	411,789	603,032	1,888,104	576,254	739,278	1,048,004	1,284,209
2027	1,776,717	909,081	567,267	805,441	2,119,071	650,728	753,890	1,080,335	1,378,992
2028	1,581,766	766,755	463,695	734,584	1,980,293	592,439	782,501	1,101,688	1,421,534
2029	1,492,138	731,892	422,428	645,806	1,906,115	509,873	781,673	1,143,498	1,449,630
2030	1,421,124	702,322	400,176	628,020	1,848,096	496,460	775,210	1,142,288	1,504,646
2031	1,390,100	677,451	379,996	614,158	1,812,378	478,537	792,962	1,132,844	1,503,054
2032	1,347,699	645,304	358,788	593,517	1,757,444	455,019	757,030	1,158,785	1,490,627
2033	1,465,294	647,862	360,281	656,634	1,945,571	497,797	728,537	1,106,277	1,524,761
2034	1,479,694	679,755	375,484	682,228	1,905,002	490,108	705,457	1,064,639	1,455,669
2035	1,245,955	565,088	303,956	544,303	1,624,501	396,329	693,973	1,030,911	1,400,881
2036	1,214,007	539,739	287,463	528,549	1,581,032	377,702	654,378	1,014,129	1,356,500
2037	1,218,237	518,025	272,421	540,170	1,555,577	361,885	634,602	956,267	1,334,419
2038	1,212,535	491,103	262,125	576,780	1,627,865	378,697	606,384	927,369	1,258,282
2039	1,123,243	467,809	370,568	506,243	1,453,241	324,718	591,087	886,132	1,220,257
2040	1,099,660	447,678	356,319	494,116	1,419,319	310,028	575,711	863,777	1,165,996
2041	1,256,941	483,130	373,130	541,636	1,559,679	342,612	557,199	841,309	1,136,582
2042	1,038,800	401,869	328,369	462,068	1,329,402	276,071	535,269	814,257	1,107,017
2043	1,112,792	402,162	330,226	513,327	1,462,950	300,750	526,743	782,208	1,071,421
2044	985,257	361,056	303,310	433,881	1,249,054	246,067	515,149	769,749	1,029,251
2045	985,893	341,559	291,603	420,134	1,216,026	231,777	499,420	752,806	1,012,857
2046	937,939	324,378	280,677	409,033	1,176,956	219,400	481,576	729,821	990,563
2047	908,091	304,333	269,686	393,283	1,131,683	204,580	460,135	703,746	960,318
2048	1,063,852	326,248	280,829	474,848	1,329,282	246,129	446,329	672,413	926,008
2049	887,409	270,794	249,783	369,436	1,066,762	180,389	435,768	652,237	884,780
2050	833,678	252,774	240,148	354,459	1,017,942	167,150	421,878	636,804	858,231
2051	809,341	236,714	231,095	341,865	980,806	155,552	409,367	616,506	837,924
2052	788,988	222,330	222,551	331,436	949,433	145,368	384,779	598,224	811,215
2053	857,640	216,852	224,269	363,816	1,028,673	153,616	375,035	562,292	787,159
2054	737,456	191,952	206,058	305,027	871,729	123,344	361,844	548,053	739,878
2055	825,441	202,914	206,190	333,771	941,906	134,274	355,566	528,776	721,142
2056	690,249	164,972	190,967	281,241	801,108	104,038	340,674	519,603	695,777
2057	687,967	152,340	183,849	269,574	769,788	95,047	323,074	497,840	683,707
2058	680,263	140,933	180,951	290,995	800,695	96,727	314,993	472,121	655,072
2059	620,152	128,804	170,391	246,667	698,764	78,404	298,818	460,311	621,229
2060	596,926	117,896	164,020	235,424	665,674	70,752	291,538	436,674	605,689
2061	595,425	108,031	157,908	225,717	639,295	64,003	278,418	426,035	574,588
2062	633,324	110,247	154,677	241,391	667,768	66,924	263,413	406,863	560,589
2063	578,109	93,299	153,417	233,482	641,973	58,277	255,592	384,936	535,361
Subtotals 2014 to 2063:	59,147,441	25,710,904	16,812,535	24,868,955	72,216,986	17,221,794	26,407,550	38,791,800	51,246,520

Notes: (a) See Exhibit III, Column (5).

(b) Prospective period payments are based on the estimated outstanding loss & expense reserve shown above and the assumed loss payment patterns shown in Appendix A.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
Estimated 2014 Level Basis - Before Future Inflation & Anticipated Investment Income

Before Consideration of Reinsurance Recoveries
Evaluated As of June 30, 2014

Calendar Year	BY 1998	BY 1999	BY 2000	BY 2001	BY 2002	BY 2003	BY 2004	BY 2005	BY 2006
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Reserve @ 6/30/14 (a)	65,907,634	26,329,271	18,966,916	27,181,906	79,071,522	17,521,738	30,024,354	44,450,680	59,199,135

Estimated Prospective Period Loss & Expense Payments - 2014 Level Basis - (b)

2064	506,970	80,220	140,523	193,072	542,309	44,976	243,321	373,506	506,509
2065	498,183	71,758	135,008	181,354	510,701	39,239	240,436	355,574	491,469
2066	458,842	64,170	129,638	170,996	479,614	34,257	222,355	351,358	467,873
2067	438,153	57,345	124,388	161,817	453,678	29,914	210,473	324,936	462,326
2068	434,640	50,603	122,159	169,893	459,134	28,466	201,745	307,572	427,559
2069	462,461	49,845	114,781	159,430	435,072	25,722	192,318	294,818	404,712
2070	370,633	39,249	109,140	132,199	371,825	18,558	185,444	281,041	387,930
2071	346,927	34,077	104,195	121,997	344,117	15,428	173,448	270,996	369,802
2072	325,113	29,503	99,301	112,869	319,633	12,799	164,944	253,466	356,584
2073	344,512	26,901	99,265	120,993	334,401	12,287	154,407	241,039	333,517
2074	282,281	21,628	89,590	95,380	273,485	8,535	145,004	225,640	317,165
2075	261,338	18,286	84,755	87,051	251,838	6,848	139,247	211,900	296,903
2076	275,487	16,938	80,001	89,996	250,146	6,464	128,713	203,487	278,824
2077	229,088	12,688	75,112	71,309	211,783	4,231	119,822	188,093	267,753
2078	210,832	10,392	72,113	72,253	207,932	3,638	111,821	175,100	247,498
2079	182,912	8,430	65,542	57,283	176,181	2,472	106,952	163,409	230,401
2080	163,862	6,696	60,809	50,280	158,274	1,815	97,691	156,292	215,018
2081	152,038	5,248	56,129	44,049	142,678	1,317	89,168	142,760	205,654
2082	129,992	4,051	51,517	38,487	128,701	942	81,326	130,304	187,847
2083	138,391	3,484	49,405	42,644	131,625	879	75,734	118,845	171,458
2084	98,700	2,238	42,575	27,914	101,265	436	69,017	110,673	156,379
2085	88,603	1,608	38,291	23,582	90,085	287	63,094	100,857	145,627
2086	72,055	1,113	34,164	19,393	78,445	180	57,790	92,202	132,711
2087	60,442	747	30,217	15,815	68,373	109	50,078	84,451	121,321
2088	52,358	483	27,154	14,454	63,344	72	44,937	73,182	111,123
2089	42,567	297	22,959	9,992	50,777	35	40,008	65,669	96,294
2090	36,291	185	19,690	8,828	44,132	22	35,429	58,465	86,409
2091	25,941	96	16,684	5,862	36,652	9	30,566	51,773	76,929
2092	20,092	49	13,953	4,288	30,282	4	25,936	44,668	68,125
2093	17,312	25	12,097	3,577	26,929	2	23,638	37,901	58,775
2094	11,486	10	9,345	2,150	20,380	1	19,179	34,543	49,871
2095	8,425	4	7,466	1,434	16,149	0	16,234	28,028	45,452
2096	6,075	1	5,862	928	12,689	0	13,172	23,723	36,880
2097	7,193	0	4,519	666	9,937	0	10,788	19,248	31,216
2098	-	0	3,504	387	7,773	0	8,836	15,765	25,328
2099	-	-	2,530	193	5,481	0	6,951	12,913	20,743
2100	-	-	-	137	4,006	0	5,816	10,158	16,991
2101	-	-	-	-	4,711	0	4,177	8,499	13,366
2102	-	-	-	-	-	-	3,162	6,104	11,184
2103	-	-	-	-	-	-	3,629	4,620	8,032
2104	-	-	-	-	-	-	-	5,303	6,079
2105	-	-	-	-	-	-	-	-	6,978
2106	-	-	-	-	-	-	-	-	-
2107	-	-	-	-	-	-	-	-	-
2108	-	-	-	-	-	-	-	-	-
2109	-	-	-	-	-	-	-	-	-
2110	-	-	-	-	-	-	-	-	-
2111	-	-	-	-	-	-	-	-	-
2112	-	-	-	-	-	-	-	-	-
2113	-	-	-	-	-	-	-	-	-
Subtotals 2064 to 2113:	6,760,193	618,367	2,154,381	2,312,951	6,854,536	299,944	3,616,804	5,658,880	7,952,615
Totals 2014 to 2113:	65,907,634	26,329,271	18,966,916	27,181,906	79,071,522	17,521,738	30,024,354	44,450,680	59,199,135

Notes: (a) See Exhibit III, Column (5).

(b) Prospective period payments are based on the estimated outstanding loss & expense reserve shown above and the assumed loss payment patterns shown in Appendix A.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
Estimated 2014 Level Basis - Before Future Inflation & Anticipated Investment Income

Before Consideration of Reinsurance Recoveries
Evaluated As of June 30, 2014

Calendar Year	BY 1989	BY 1990	BY 1991	BY 1992	BY 1993	BY 1994	BY 1995	BY 1996	BY 1997
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Reserve @ 6/30/14 (a)	18,577,116	8,677,566	23,783,601	48,161,616	34,588,551	19,063,058	28,077,526	25,763,269	38,910,143

Estimated Prospective Period Loss & Expense Payments - 2014 Level Basis - (b)

2014	533,334	278,510	414,206	815,204	942,794	366,362	519,954	435,420	562,343
2015	720,611	406,765	602,660	1,170,900	1,147,859	347,249	680,789	582,310	700,291
2016	727,948	587,360	619,154	1,266,512	1,195,450	425,208	773,739	860,449	837,911
2017	670,099	542,157	604,301	1,269,351	1,092,447	416,319	759,972	810,794	816,308
2018	656,391	531,233	754,779	1,372,817	1,109,412	450,359	791,762	1,006,279	920,295
2019	585,526	470,025	667,782	1,286,191	936,809	408,103	737,488	889,258	977,199
2020	718,802	488,662	807,537	1,497,280	1,156,615	496,091	911,736	1,003,054	1,232,343
2021	517,105	403,852	639,100	1,262,594	956,126	406,557	706,594	798,374	966,134
2022	508,690	377,786	627,437	1,211,684	908,385	404,157	750,302	761,099	950,457
2023	529,079	388,368	697,642	1,378,352	978,067	448,520	805,282	890,392	1,088,118
2024	460,863	325,102	606,161	1,182,095	818,659	375,960	718,198	759,019	958,696
2025	442,255	304,431	594,351	1,190,253	800,007	375,166	707,944	727,256	942,573
2026	429,199	281,569	579,582	1,220,120	764,589	368,705	690,258	693,121	919,752
2027	491,069	291,336	632,192	1,337,049	836,866	455,310	765,505	742,131	1,075,497
2028	428,600	261,176	611,947	1,300,669	788,777	399,596	703,939	687,957	993,575
2029	385,765	226,779	540,407	1,170,182	686,838	357,505	648,613	608,053	862,944
2030	373,694	210,868	548,909	1,116,454	665,696	353,683	634,822	582,979	844,415
2031	363,260	197,301	536,903	1,094,199	649,097	352,440	624,219	560,905	829,109
2032	352,126	182,009	522,440	1,065,132	628,654	345,898	607,373	537,184	807,953
2033	379,849	188,585	573,021	1,221,659	706,385	388,554	652,420	581,335	928,503
2034	390,933	174,172	522,433	1,144,553	680,037	424,105	656,469	551,567	922,943
2035	324,361	145,024	483,383	995,548	582,708	333,848	566,569	477,953	754,650
2036	315,956	134,139	470,531	970,237	569,222	329,723	553,071	460,398	737,230
2037	308,483	124,778	458,790	973,009	558,717	327,961	542,205	444,886	722,585
2038	325,097	121,817	485,770	1,019,242	604,807	352,275	556,842	465,735	797,881
2039	292,374	105,159	432,460	894,483	532,410	316,980	512,803	413,139	685,929
2040	285,489	97,301	420,838	871,961	523,166	314,912	501,762	399,869	671,518
2041	322,180	97,403	426,437	966,002	577,394	384,492	544,850	424,271	775,319
2042	270,351	80,961	395,088	818,809	499,145	303,611	472,744	372,426	635,836
2043	295,116	82,942	427,739	912,523	566,628	341,164	506,140	406,955	737,830
2044	256,178	67,149	370,576	768,328	478,041	294,297	446,073	348,055	602,973
2045	249,192	60,884	358,460	764,938	467,667	289,506	432,729	336,527	586,670
2046	242,766	55,425	347,134	720,091	459,208	286,704	421,203	326,082	572,454
2047	235,345	49,543	334,539	692,699	447,104	279,645	406,017	314,540	554,262
2048	283,778	51,274	362,012	814,965	541,822	368,246	460,451	361,050	717,165
2049	222,078	39,980	311,628	664,443	428,303	271,353	380,881	294,320	523,896
2050	214,745	35,286	299,465	617,461	416,300	264,125	365,940	283,613	506,045
2051	207,892	31,217	287,998	592,550	405,943	258,746	352,596	273,714	490,074
2052	201,473	27,667	277,133	569,505	397,073	255,080	340,624	264,518	475,792
2053	218,384	26,656	292,319	639,391	444,543	279,679	356,665	286,424	550,859
2054	187,288	20,880	254,354	518,644	374,334	241,957	312,694	244,823	442,456
2055	207,173	19,625	252,208	551,183	411,099	296,302	332,522	259,091	504,862
2056	173,465	15,430	232,650	470,229	352,664	230,201	286,318	226,007	410,944
2057	166,526	13,102	222,038	462,116	341,614	224,148	273,224	216,682	395,266
2058	174,532	11,657	225,384	467,405	367,753	238,675	276,022	225,921	442,794
2059	152,613	9,191	201,338	399,364	319,052	211,691	247,250	198,134	364,086
2060	145,638	7,583	191,277	376,398	307,535	205,286	234,389	188,892	348,593
2061	138,952	6,229	181,646	368,361	297,013	200,134	222,382	180,026	334,261
2062	150,166	5,319	176,144	367,475	319,253	239,621	229,422	187,786	372,986
2063	140,246	4,343	175,434	353,703	313,880	207,907	213,990	180,905	369,117
Subtotals 2014 to 2063:	17,373,034	8,666,008	22,057,715	45,174,312	31,353,970	16,514,115	26,195,757	24,131,676	35,221,691

Notes: (a) See Exhibit III, Column (5).

(b) Prospective period payments are based on the estimated outstanding loss & expense reserve shown above and the assumed loss payment patterns shown in Appendix A.

Estimated Prospective Period Loss & ALAE Payments - By Birth Year
Estimated 2014 Level Basis - Before Future Inflation & Anticipated Investment Income

Before Consideration of Reinsurance Recoveries
Evaluated As of June 30, 2014

Calendar Year	BY 1989	BY 1990	BY 1991	BY 1992	BY 1993	BY 1994	BY 1995	BY 1996	BY 1997
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Reserve @ 6/30/14 (a)	18,577,116	8,677,566	23,783,601	48,161,616	34,588,551	19,063,058	28,077,526	25,763,269	38,910,143

Estimated Prospective Period Loss & Expense Payments - 2014 Level Basis - (b)

2064	117,857	3,116	153,259	290,230	261,178	179,815	184,864	152,460	288,390
2065	110,577	2,379	144,093	279,836	248,083	171,718	172,254	143,107	272,505
2066	103,562	1,794	135,311	249,096	235,886	164,738	160,478	134,147	257,714
2067	96,782	1,334	126,858	230,602	224,453	158,716	149,400	125,537	243,879
2068	97,605	989	123,202	231,728	233,936	162,315	145,066	126,226	270,339
2069	93,909	705	111,962	221,193	222,746	178,627	137,951	119,381	249,979
2070	76,145	462	102,525	177,006	187,267	136,983	116,444	99,716	201,390
2071	69,317	304	94,851	160,203	174,260	128,832	105,832	91,268	187,223
2072	62,791	195	87,486	144,780	162,021	121,523	95,909	83,221	173,950
2073	63,355	130	84,727	153,609	173,101	127,111	93,543	84,284	200,609
2074	50,292	70	73,504	116,536	137,961	106,917	77,320	67,887	148,426
2075	44,391	39	66,896	103,749	126,225	99,658	68,717	60,673	136,244
2076	43,814	21	60,888	100,012	128,010	115,608	65,531	59,874	143,607
2077	33,477	10	54,486	84,625	103,595	85,327	53,012	47,311	113,220
2078	30,912	5	49,381	76,640	102,336	83,115	48,091	44,392	123,406
2079	24,036	2	43,220	61,786	82,747	71,816	39,522	35,616	92,376
2080	19,854	1	38,034	53,286	72,635	64,701	33,491	30,329	82,425
2081	16,156	0	33,172	47,800	63,351	58,184	28,108	25,570	73,248
2082	12,929	0	28,641	39,177	54,843	52,176	23,336	21,320	64,782
2083	12,550	0	25,222	38,912	57,669	61,050	21,746	21,400	79,218
2084	7,730	0	20,614	27,877	39,354	40,201	15,321	14,123	49,238
2085	5,790	0	17,139	24,192	32,848	35,019	12,150	11,253	42,516
2086	4,212	0	14,033	19,276	26,909	29,868	9,429	8,779	36,257
2087	2,989	0	11,300	15,824	21,786	25,288	7,187	6,731	30,674
2088	3,051	-	8,945	13,652	18,870	22,093	5,590	5,412	31,410
2089	-	-	6,937	10,644	13,653	17,402	3,905	3,711	21,262
2090	-	-	9,198	8,509	11,116	17,613	2,960	2,989	19,052
2091	-	-	-	6,526	8,059	11,325	1,918	1,858	14,057
2092	-	-	-	-	9,685	8,855	1,283	1,258	11,183
2093	-	-	-	-	-	12,349	889	910	11,196
2094	-	-	-	-	-	-	523	527	6,787
2095	-	-	-	-	-	-	-	323	5,159
2096	-	-	-	-	-	-	-	-	6,732
2097	-	-	-	-	-	-	-	-	-
2098	-	-	-	-	-	-	-	-	-
2099	-	-	-	-	-	-	-	-	-
2100	-	-	-	-	-	-	-	-	-
2101	-	-	-	-	-	-	-	-	-
2102	-	-	-	-	-	-	-	-	-
2103	-	-	-	-	-	-	-	-	-
2104	-	-	-	-	-	-	-	-	-
2105	-	-	-	-	-	-	-	-	-
2106	-	-	-	-	-	-	-	-	-
2107	-	-	-	-	-	-	-	-	-
2108	-	-	-	-	-	-	-	-	-
2109	-	-	-	-	-	-	-	-	-
2110	-	-	-	-	-	-	-	-	-
2111	-	-	-	-	-	-	-	-	-
2112	-	-	-	-	-	-	-	-	-
2113	-	-	-	-	-	-	-	-	-
Subtotals 2064 to 2113:	1,204,082	11,558	1,725,886	2,987,304	3,234,581	2,548,943	1,881,769	1,631,593	3,688,452
Totals 2014 to 2113:	18,577,116	8,677,566	23,783,601	48,161,616	34,588,551	19,063,058	28,077,526	25,763,269	38,910,143

Notes: (a) See Exhibit III, Column (5).

(b) Prospective period payments are based on the estimated outstanding loss & expense reserve shown above and the assumed loss payment patterns shown in Appendix A.

Estimated 2014 Level Loss & ALAE Reserve - Before Inflation and Anticipated Investment Income
Adjustment of Birth Year Level Estimated Outstanding to 2014 Level Outstanding Loss & Expense

Evaluated As of June 30, 2014

Year of Birth	Birth Year Level (a) Outstanding Loss & ALAE	Outstanding Basis (b) Inflation - Cal. Year	2014 Level Adjustment Factor (c)	2014 Level Outstanding Loss & ALAE (2) x (4)	Actual Paid (d) Loss & ALAE @ 6/30/14	Indicated 2014 Level Ultimate Loss & ALAE (5) + (6)	2014 Level Case O/S (e) Loss & ALAE @ 6/30/14	2014 Level IBNR / Bulk Outstanding (5) - (8)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1989	13,457,428	0.81%	1.380	18,577,116	12,139,977	30,717,093	13,990,329	4,586,787
1990	6,336,922	0.67%	1.369	8,677,566	4,505,182	13,182,749	6,174,563	2,503,004
1991	17,484,705	0.50%	1.360	23,783,601	6,065,420	29,849,021	20,195,618	3,587,984
1992	35,584,141	0.44%	1.353	48,161,616	9,602,446	57,764,062	41,256,256	6,905,361
1993	25,669,126	0.40%	1.347	34,588,551	15,420,678	50,009,229	27,947,323	6,641,228
1994	14,204,356	0.37%	1.342	19,063,058	5,719,119	24,782,177	14,380,765	4,682,293
1995	20,998,441	0.36%	1.337	28,077,526	6,817,735	34,895,261	23,235,226	4,842,300
1996	19,336,325	0.30%	1.332	25,763,269	6,929,220	32,692,489	20,701,198	5,062,071
1997	29,292,436	0.25%	1.328	38,910,143	8,422,486	47,332,629	32,560,567	6,349,576
1998	49,740,650	0.30%	1.325	65,907,634	13,209,667	79,117,301	56,757,164	9,150,469
1999	19,930,711	0.38%	1.321	26,329,271	9,230,473	35,559,744	20,517,127	5,812,143
2000	14,412,162	0.36%	1.316	18,966,916	4,210,666	23,177,582	14,332,442	4,634,474
2001	20,728,549	0.34%	1.311	27,181,906	5,529,413	32,711,319	20,821,644	6,360,262
2002	60,503,439	0.33%	1.307	79,071,522	10,648,056	89,719,578	62,788,584	16,282,938
2003	13,451,685	0.29%	1.303	17,521,738	2,924,769	20,446,507	12,315,047	5,206,691
2004	23,116,623	4.94%	1.299	30,024,354	3,663,687	33,688,041	21,059,106	8,965,248
2005	35,915,061	0.87%	1.238	44,450,680	5,446,402	49,897,082	31,614,711	12,835,969
2006	48,245,604	4.86%	1.227	59,199,135	5,949,838	65,148,973	43,044,420	16,154,715
2007	46,724,631	4.55%	1.170	54,677,083	5,625,506	60,302,589	36,309,094	18,367,989
2008	59,491,458	0.35%	1.119	66,585,967	2,591,781	69,177,748	47,620,927	18,965,039
2009	60,291,024	0.32%	1.115	67,245,405	3,418,634	70,664,039	41,898,182	25,347,222
2010	52,197,817	0.36%	1.112	58,033,536	1,950,349	59,983,886	28,418,682	29,614,854
2011	64,214,555	0.42%	1.108	71,140,892	1,331,465	72,472,357	34,196,617	36,944,275
2012	68,136,782	9.83%	1.103	75,168,211	426,059	75,594,270	22,860,125	52,308,087
2013	72,837,099	0.45%	1.004	73,161,852	323,461	73,485,314	13,383,066	59,778,787
2014 (6 Mo)	32,408,710		1.000	32,408,710	-	32,408,710	-	32,408,710
Totals:								
All Years	924,710,440			1,112,677,260	152,102,489	1,264,779,749	708,378,783	404,298,477
1989 to 1998	232,104,530			311,510,080	88,831,929	400,342,009	257,199,007	54,311,072
1999 to 2014	692,605,910			801,167,180	63,270,559	864,437,740	451,179,776	349,987,405

Notes: (a) See Exhibit IV, Column (12).

(b) Estimated NICA inflation rate by calendar year. Based on review of historical inflation in paid and outstanding loss & expense weighted by the estimated percentage of overall cost by component - see Appendix B.

(c) Factor to adjust the birth year level outstanding loss & expense to 2014 level - based on factors shown in column (3).

(d) The 2014 level case outstanding as provided by NICA as of June 30, 2014. See Exhibit IX, Sheets 4a, 4b and 4c.

(e) The 2014 level case outstanding as provided by NICA as of June 30, 2014. See Exhibit IX, Sheets 2a, 2b and 2c.

Development of Birth Year Level Ultimate Loss & ALAE

Evaluated As of June 30, 2014

Year of Birth	Ultimate Loss & ALAE - Birth Year Level						Birth Year Level Loss & ALAE @ 6/30/14				
	Paid Projection (a)	Incurred Projection (b)	Frequency/Severity (c)	Bornhuetter-Ferguson (d)	Cape Cod Method (e)	Selected (f)	Paid	Incurred	Case O/S (9) - (8)	IBNR / Bulk (7) - (9)	Case+IBNR (7) - (8)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
1989	39,180,024	23,164,469	24,784,743	23,354,669	23,537,279	23,767,960	10,310,533	20,445,251	10,134,719	3,322,709	13,457,428
1990	15,024,398	9,486,314	11,332,443	9,707,900	11,649,723	10,175,552	3,838,630	8,347,697	4,509,067	1,827,856	6,336,922
1991	19,384,380	22,376,791	22,090,892	22,341,723	23,395,393	22,269,802	4,785,097	19,632,067	14,846,970	2,637,735	17,484,705
1992	33,671,420	43,984,924	42,895,674	43,848,459	42,690,589	43,576,352	7,992,211	38,474,336	30,482,125	5,102,016	35,584,141
1993	58,111,091	38,845,139	38,739,684	38,831,651	38,320,466	38,805,491	13,136,365	33,876,851	20,740,486	4,928,640	25,669,126
1994	23,932,654	18,249,698	21,187,726	18,633,135	19,976,419	19,356,853	5,152,497	15,867,960	10,715,463	3,488,893	14,204,356
1995	27,858,551	26,634,394	26,836,009	26,661,231	27,445,077	26,710,545	5,712,104	23,089,117	17,377,012	3,621,428	20,998,441
1996	31,161,490	24,535,253	26,831,823	24,810,630	25,684,154	25,392,569	6,056,244	21,593,290	15,537,046	3,799,279	19,336,325
1997	38,950,186	36,112,948	37,061,217	36,229,149	36,055,851	36,467,771	7,175,336	31,687,667	24,512,332	4,780,104	29,292,436
1998	65,054,267	61,886,610	59,646,603	61,606,240	58,385,679	61,046,484	11,305,834	54,140,603	42,834,769	6,905,881	49,740,650
1999	49,665,586	27,011,879	29,533,811	27,334,134	27,698,379	27,959,941	8,029,230	23,560,269	15,531,039	4,399,672	19,930,711
2000	25,138,006	17,240,881	19,725,635	17,611,246	19,191,220	18,192,587	3,780,426	14,671,045	10,890,620	3,521,542	14,412,162
2001	35,169,998	25,052,563	26,581,233	25,312,146	26,436,919	25,648,647	4,920,098	20,798,399	15,878,300	4,850,249	20,728,549
2002	70,584,758	70,606,500	68,186,290	70,146,520	64,030,681	69,646,437	9,142,997	57,187,163	48,044,166	12,459,274	60,503,439
2003	21,484,609	15,270,017	17,086,436	15,658,092	20,313,991	16,004,848	2,553,163	12,007,598	9,454,435	3,997,250	13,451,685
2004	29,788,250	25,472,387	27,600,221	25,975,731	29,337,184	26,349,446	3,232,824	19,446,841	16,214,017	6,902,605	23,116,623
2005	47,322,386	41,157,077	39,798,801	40,795,890	42,532,301	40,583,923	4,668,861	30,212,774	25,543,912	10,371,149	35,915,061
2006	56,444,012	56,871,142	50,841,689	55,097,582	53,985,198	53,308,156	5,062,553	40,142,525	35,079,972	13,165,631	48,245,604
2007	59,679,613	52,790,199	49,918,446	51,867,512	52,789,976	51,525,311	4,800,680	35,828,836	31,028,155	15,696,475	46,724,631
2008	32,557,563	68,611,836	56,419,370	64,376,155	64,365,551	61,720,359	2,228,901	44,775,980	42,547,079	16,944,379	59,491,458
2009	60,890,861	67,059,685	61,447,075	64,870,235	64,560,422	63,625,911	3,334,886	40,900,046	37,565,159	22,725,865	60,291,024
2010	44,495,180	53,601,796	51,726,006	52,687,396	57,913,986	54,109,129	1,911,313	27,472,277	25,560,965	26,636,852	52,197,817
2011	44,102,389	75,329,859	60,794,002	67,002,331	68,766,863	65,521,066	1,306,510	32,173,716	30,867,206	33,347,349	64,214,555
2012	29,856,699	89,105,250	64,210,507	70,117,537	71,345,859	68,557,968	421,185	21,142,915	20,721,730	47,415,053	68,136,782
2013	77,537,015	115,014,788	67,848,402	73,444,228	78,183,790	73,158,807	321,708	13,645,368	13,323,660	59,513,439	72,837,099
2014 (6 Mo)	N/A	N/A	30,889,812	29,423,903	36,912,416	32,408,710	-	-	-	32,408,710	32,408,710
Totals:											
1989 - 2013	1,037,045,387	1,105,472,398	1,003,124,739	1,028,321,520	1,048,592,953	1,023,481,916	131,180,187	701,120,591	569,940,404	322,361,325	892,301,729
1989 - 1998	352,328,462	305,276,540	311,406,813	306,024,787	307,140,631	307,569,380	75,464,850	267,154,838	191,689,988	40,414,542	232,104,530
1999 - 2013	684,716,926	800,195,858	691,717,925	722,296,733	741,452,322	715,912,536	55,715,337	433,965,753	378,250,416	281,946,784	660,197,199
1989 - 2002	532,886,810	445,188,363	455,433,782	446,428,832	444,497,830	449,016,992	101,337,601	383,371,714	282,034,113	65,645,278	347,679,391
All Years	N/A	N/A	1,034,014,550	1,057,745,423	1,085,505,368	1,055,890,627	131,180,187	701,120,591	569,940,404	354,770,036	924,710,440

Notes:(a) See Exhibit VIII, Sheet 1, Column (5).

(b) See Exhibit VII, Sheet 1, Column (5).

(c) See Exhibit VI, Sheet 1, Column (14).

(d) See Exhibit V, Column (6).

(e) See Exhibit VI, Sheet 2, Column (11).

(f) Selected based on average of columns (3), (4) & (5) for birth years 2005 and prior. The selection for birth years 2006 and subsequent is based on average of columns (4), (5) & (6).

Estimation of Ultimate Loss & ALAE - Adjusted to Birth Year Level
Based on Bornhuetter-Ferguson Approach
Evaluated As of June 30, 2014

Year of Birth	Birth Year Level Initial Expected Ultimate Loss & ALAE (a)	Expected Percent Unreported @ 6/30/14 (b)	Birth Year Level Expected Unreported Loss & ALAE (2) x (3)	Birth Year Level Reported Loss & ALAE (c)	Indicated Birth Year Level Ultimate Loss & ALAE (4) + (5)
(1)	(2)	(3)	(4)	(5)	(6)
1989	24,784,743	11.7%	2,909,418	20,445,251	23,354,669
1990	11,332,443	12.0%	1,360,204	8,347,697	9,707,900
1991	22,090,892	12.3%	2,709,656	19,632,067	22,341,723
1992	42,895,674	12.5%	5,374,123	38,474,336	43,848,459
1993	38,739,684	12.8%	4,954,800	33,876,851	38,831,651
1994	21,187,726	13.1%	2,765,175	15,867,960	18,633,135
1995	26,836,009	13.3%	3,572,114	23,089,117	26,661,231
1996	26,831,823	12.0%	3,217,340	21,593,290	24,810,630
1997	37,061,217	12.3%	4,541,482	31,687,667	36,229,149
1998	59,646,603	12.5%	7,465,637	54,140,603	61,606,240
1999	29,533,811	12.8%	3,773,865	23,560,269	27,334,134
2000	19,725,635	14.9%	2,940,200	14,671,045	17,611,246
2001	26,581,233	17.0%	4,513,747	20,798,399	25,312,146
2002	68,186,290	19.0%	12,959,357	57,187,163	70,146,520
2003	17,086,436	21.4%	3,650,494	12,007,598	15,658,092
2004	27,600,221	23.7%	6,528,890	19,446,841	25,975,731
2005	39,798,801	26.6%	10,583,117	30,212,774	40,795,890
2006	50,841,689	29.4%	14,955,057	40,142,525	55,097,582
2007	49,918,446	32.1%	16,038,676	35,828,836	51,867,512
2008	56,419,370	34.7%	19,600,175	44,775,980	64,376,155
2009	61,447,075	39.0%	23,970,189	40,900,046	64,870,235
2010	51,726,006	48.7%	25,215,118	27,472,277	52,687,396
2011	60,794,002	57.3%	34,828,615	32,173,716	67,002,331
2012	64,210,507	76.3%	48,974,622	21,142,915	70,117,537
2013	67,848,402	88.1%	59,798,860	13,645,368	73,444,228
2014 (6 Mo)	30,889,812	95.3%	29,423,903	-	29,423,903
Totals:	1,034,014,550		356,624,832	701,120,591	1,057,745,423

Notes: (a) See Exhibit VI, Sheet 1, Column (14).

(b) Based on cumulative development factors shown in Exhibit VII, Sheet 1, Col. (4) for all birth years prior to the current birth year. The percent unreported for the current birth year is adjusted to a partial year basis.

(c) See Exhibit VII, Sheet 1, Column (2).

Estimated Ultimate Loss & Expense Based on Frequency / Severity Method - Birth Year Cost Level

Year of Birth	Birth Year Level Ultimate Loss & ALAE Based On			Inflation Incurred Basis (c)	Adjustment Factor to 2014 Level (6)	Estimated 2014 Level Ultimate Loss & ALAE (4) x (6)	Estimated Ultimate (d) Accepted Claim Cts. (8)	Indicated Average Claim Size		Birth Year Level Average Claim Size Based on All Years Average (15) / (6)	Estimated % Rept. (e)	Indicated Birth Year Level Average (f) Claim Size (13)	Estimated Birth Year Level Ultimate Loss & ALAE (13) x (8)
	Adjusted Paid Proj. (a)	Adjusted Inc. Proj. (b)	Selected (4)					Birth Year Level (4) / (8)	2014 Level (7) / (8)				
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
1989	39,180,024	23,164,469	23,164,469	0.90%	1.393	32,260,363	15.0	1,544,298	2,150,691	2,464,483	88.26%	1,652,316	24,784,743
1990	15,024,398	9,486,314	9,486,314	0.76%	1.380	13,093,120	10.0	948,631	1,309,312	2,486,721	88.00%	1,133,244	11,332,443
1991	19,384,380	22,376,791	22,376,791	0.60%	1.370	30,650,232	8.0	2,797,099	3,831,279	2,505,745	87.73%	2,761,361	22,090,892
1992	33,671,420	43,984,924	43,984,924	0.55%	1.362	59,888,719	14.0	3,141,780	4,277,766	2,520,760	87.47%	3,063,977	42,895,674
1993	58,111,091	38,845,139	38,845,139	0.51%	1.354	52,599,481	15.0	2,589,676	3,506,632	2,534,708	87.21%	2,582,646	38,739,684
1994	23,932,654	18,249,698	18,249,698	0.45%	1.347	24,586,356	16.0	1,140,606	1,536,647	2,547,618	86.95%	1,324,233	21,187,726
1995	27,858,551	26,634,394	26,634,394	0.43%	1.341	35,722,714	11.0	2,421,309	3,247,519	2,559,005	86.69%	2,439,637	26,836,009
1996	31,161,490	24,535,253	24,535,253	0.37%	1.336	32,767,949	17.0	1,443,250	1,927,526	2,569,887	88.01%	1,578,343	26,831,823
1997	38,950,186	36,112,948	36,112,948	0.32%	1.331	48,050,860	17.0	2,124,291	2,826,521	2,579,494	87.75%	2,180,072	37,061,217
1998	65,054,267	61,886,610	61,886,610	0.37%	1.326	82,084,918	17.0	3,640,389	4,828,525	2,587,653	87.48%	3,508,624	59,646,603
1999	49,665,586	27,011,879	27,011,879	0.44%	1.322	35,697,270	18.0	1,500,660	1,983,182	2,597,123	87.22%	1,640,767	29,533,811
2000	25,138,006	17,240,881	17,240,881	0.42%	1.316	22,684,834	13.0	1,326,222	1,744,987	2,608,535	85.09%	1,517,357	19,725,635
2001	35,169,998	25,052,563	25,052,563	0.42%	1.310	32,823,857	13.0	1,927,120	2,524,912	2,619,602	83.02%	2,044,710	26,581,233
2002	70,584,758	70,606,500	70,606,500	0.41%	1.305	92,123,044	22.0	3,209,386	4,187,411	2,630,566	80.99%	3,099,377	68,186,290
2003	21,484,609	15,270,017	15,270,017	0.38%	1.299	19,842,236	9.0	1,696,669	2,204,693	2,641,324	78.64%	1,898,493	17,086,436
2004	29,788,250	25,472,387	25,472,387	4.59%	1.295	32,974,243	13.0	1,959,414	2,536,480	2,651,353	76.34%	2,123,094	27,600,221
2005	47,322,386	41,157,077	41,157,077	0.90%	1.238	50,940,776	13.0	3,165,929	3,918,521	2,773,012	73.41%	3,061,446	39,798,801
2006	56,444,012	56,871,142	56,871,142	4.49%	1.227	69,763,182	13.0	4,374,703	5,366,399	2,797,940	70.59%	3,910,899	50,841,689
2007	59,679,613	52,790,199	52,790,199	4.22%	1.174	61,976,319	15.0	3,519,347	4,131,755	2,923,481	67.87%	3,327,896	49,918,446
2008	32,557,563	68,611,836	68,611,836	1.69%	1.126	77,288,833	11.0	6,237,440	7,026,258	3,046,878	65.26%	5,129,034	56,419,370
2009	60,890,861	67,059,685	67,059,685	0.36%	1.108	74,285,557	17.0	3,944,687	4,369,739	3,098,346	60.99%	3,614,534	61,447,075
2010	44,495,180	53,601,796	53,601,796	0.41%	1.104	59,162,379	16.0	3,350,112	3,697,649	3,109,614	51.25%	3,232,875	51,726,006
2011	44,102,389	75,329,859	75,329,859	0.47%	1.099	82,805,918	16.0	4,708,116	5,175,370	3,122,328	42.71%	3,799,625	60,794,002
2012	29,856,699	89,105,250	89,105,250	8.91%	1.094	97,490,649	18.0	4,950,292	5,416,147	3,136,990	23.73%	3,567,250	64,210,507
2013	77,537,015	115,014,788	115,014,788	0.46%	1.005	115,539,004	18.0	6,389,710	6,418,834	3,416,629	11.86%	3,769,356	67,848,402
2014 (6 Mo)	N/A	N/A	N/A		1.000	N/A	9.0	N/A	N/A	3,432,201	N/A	3,432,201	30,889,812
Totals:													
All Years	N/A	N/A	N/A			N/A	N/A	N/A	N/A	N/A			1,034,014,550
1992 - 2010	811,960,483	770,994,928	770,994,928			965,263,525	280	2,753,553	3,447,370				752,063,750
1993 - 2009	733,793,882	673,408,208	673,408,208			846,212,427	250	2,693,633	3,384,850				657,442,070
1994 - 2008	614,791,930	567,503,384	567,503,384			719,327,390	218	2,603,227	3,299,667				557,255,311
1995 - 2007	558,301,713	480,641,850	480,641,850			617,452,202	191	2,516,449	3,232,734				479,648,215
1992 - 2009	767,465,303	717,393,132	717,393,132			906,101,146	264	2,717,398	3,432,201				700,337,744

(15) Selected 2014 Level Average Claim Size ==> 3,432,201

Notes: (a) See Exhibit VIII, Sheet 1.

(b) See Exhibit VII, Sheet 1.

(c) See Exhibit IX, Sheets 5a, 5b and 5c, Calendar Year factors.

(d) See Exhibit X, Sheet 1a.

(e) See Exhibit VII, Sheet 1, Column (4) for basis of reporting pattern for all years other than the current birth year.

(f) The historical birth year level average claim size is based on a combination (wtd. avg.) of the average for all years (column (10)) and the average based on experience (column (9)) for all birth years prior to the current birth year. The calculation for the current birth year is shown in Item (15). The weights are based on reporting pattern as shown in column (12).

Estimation of Birth Year Level Ultimate Loss & ALAE
Based on Cape Cod Type Methodology

Evaluated As of June 30, 2014

Year of Birth	Insured (a) Physicians	Birth Year Level (b) Incurred Loss & ALAE @ 6/30/14	Expected Percent (c) Reported @ 6/30/14	Exposure Adjusted to Expected Percent Reported (2) X (4)	Adjustment Factor to (d) 2014 Level	Incurred (Reported) Loss & ALAE Adjusted to BY 2014 Level (3) X (6)	2014 Level Loss & ALAE per Insured Physician (7) / (5)	Indicated (e) BY Level Unreported Loss & ALAE (9)	Indicated BY Level Ultimate Loss & ALAE (3) + (10)
						(7)			
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(10)	(11)
1989	570	20,445,251	88.26%	503.1	1.393	28,473,401	56,597	3,092,028	23,537,279
1990	590	8,347,697	88.00%	519.2	1.380	11,521,587	22,192	3,302,026	11,649,723
1991	653	19,632,067	87.73%	572.9	1.370	26,890,692	46,938	3,763,326	23,395,393
1992	712	38,474,336	87.47%	622.8	1.362	52,385,647	84,113	4,216,253	42,690,589
1993	731	33,876,851	87.21%	637.5	1.354	45,872,015	71,956	4,443,615	38,320,466
1994	659	15,867,960	86.95%	573.0	1.347	21,377,631	37,309	4,108,459	19,976,419
1995	682	23,089,117	86.69%	591.2	1.341	30,967,699	52,379	4,355,961	27,445,077
1996	708	21,593,290	88.01%	623.1	1.336	28,838,822	46,282	4,090,865	25,684,154
1997	737	31,687,667	87.75%	646.7	1.331	42,162,708	65,198	4,368,184	36,055,851
1998	699	54,140,603	87.48%	611.5	1.326	71,810,800	117,432	4,245,076	58,385,679
1999	665	23,560,269	87.22%	580.0	1.322	31,135,831	53,680	4,138,110	27,698,379
2000	620	14,671,045	85.09%	527.6	1.316	19,303,551	36,588	4,520,175	19,191,220
2001	676	20,798,399	83.02%	561.2	1.310	27,250,052	48,556	5,638,520	26,436,919
2002	730	57,187,163	80.99%	591.3	1.305	74,614,313	126,196	6,843,518	64,030,681
2003	785	12,007,598	78.64%	617.3	1.299	15,602,969	25,277	8,306,393	20,313,991
2004	841	19,446,841	76.34%	642.1	1.295	25,174,117	39,208	9,890,343	29,337,184
2005	891	30,212,774	73.41%	654.1	1.238	37,394,836	57,173	12,319,527	42,532,301
2006	897	40,142,525	70.59%	633.1	1.227	49,242,378	77,774	13,842,673	53,985,198
2007	963	35,828,836	67.87%	653.6	1.174	42,063,478	64,358	16,961,140	52,789,976
2008	987	44,775,980	65.26%	644.1	1.126	50,438,575	78,307	19,589,571	64,365,551
2009	1,044	40,900,046	60.99%	636.7	1.108	45,307,142	71,155	23,660,376	64,560,422
2010	1,071	27,472,277	51.25%	548.9	1.104	30,322,217	55,240	30,441,709	57,913,986
2011	1,091	32,173,716	42.71%	466.0	1.099	35,366,774	75,899	36,593,147	68,766,863
2012	1,119	21,142,915	23.73%	265.5	1.094	23,132,604	87,123	50,202,944	71,345,859
2013	1,143	13,645,368	11.86%	135.6	1.005	13,707,561	101,084	64,538,422	78,183,790
2014 (6 Mo)	1,175	-	2.37%	27.9	1.000	-	-	36,912,416	36,912,416
Totals:									
All Years	21,439	701,120,591		14,086		880,357,402	62,499	384,384,777	1,085,505,368
1992 - 2010	15,098	585,733,577		11,596		741,264,782	63,925	185,980,467	771,714,045
1993 - 2009	13,315	519,786,964		10,424		658,556,918	63,176	151,322,506	671,109,470
1994 - 2008	11,540	445,010,067		9,150		567,377,762	62,009	123,218,515	568,228,582
1995 - 2007	9,894	384,366,126		7,933		495,561,555	62,470	99,520,484	483,886,611
1992 - 2009	14,027	558,261,300		11,047		710,942,565	64,357	155,538,759	713,800,059

(9) Indicated 2014 Level Loss & ALAE per Insured Physician 64,357

Notes: (a) See Exhibit X, Sheet 1b, Columns (4) and (10).

(b) See Exhibit VII, Sheet 1.

(c) Based on cumulative development factors shown in Exhibit VII, Sheet 1, Column (4).

(d) See Exhibit VI, Sheet 1, Column (6).

(e) Calculation = [Item (9) / Column (6)] X [1.0 - Column (4)] X Column (2), except for the current year (2014) - current year calculation is multiplied by 0.5 to account for the partial year.

Incurred Loss & ALAE - Adjusted to Birth Year Cost Basis

Evaluated As of June 30, 2014

Year of Birth ----- (1)	Combined Incurred Loss & ALAE ----- (2)	Loss Development Factors ----- Incremental Cumulative ----- (3) (4)		Combined Incurred Loss & ALAE Projection (2) x (4) ----- (5)
		1989	20,445,251	
1990	8,347,697	1.003	1.136	9,486,314
1991	19,632,067	1.003	1.140	22,376,791
1992	38,474,336	1.003	1.143	43,984,924
1993	33,876,851	1.003	1.147	38,845,139
1994	15,867,960	1.003	1.150	18,249,698
1995	23,089,117	1.003	1.154	26,634,394
1996	21,593,290	0.985	1.136	24,535,253
1997	31,687,667	1.003	1.140	36,112,948
1998	54,140,603	1.003	1.143	61,886,610
1999	23,560,269	1.003	1.147	27,011,879
2000	14,671,045	1.025	1.175	17,240,881
2001	20,798,399	1.025	1.205	25,052,563
2002	57,187,163	1.025	1.235	70,606,500
2003	12,007,598	1.030	1.272	15,270,017
2004	19,446,841	1.030	1.310	25,472,387
2005	30,212,774	1.040	1.362	41,157,077
2006	40,142,525	1.040	1.417	56,871,142
2007	35,828,836	1.040	1.473	52,790,199
2008	44,775,980	1.040	1.532	68,611,836
2009	40,900,046	1.070	1.640	67,059,685
2010	27,472,277	1.190	1.951	53,601,796
2011	32,173,716	1.200	2.341	75,329,859
2012	21,142,915	1.800	4.214	89,105,250
2013	13,645,368	2.000	8.429	115,014,788
2014	-	5.000	42.144	-
Totals:	701,120,591			1,105,472,398

Evaluated As of June 30, 2014

Year of Birth	6	18	30	42	54	66	78	90	102
1989			16,610,927	19,268,061	25,399,211	23,901,122	15,269,287	12,417,149	16,797,103
1990		6,123,411	15,741,039	22,340,515	18,426,143	16,129,050	16,109,904	16,157,600	12,981,081
1991	-	5,090,323	11,619,369	8,748,246	7,498,990	7,473,434	7,981,686	7,811,152	7,672,195
1992	-	10,269,140	12,706,986	16,292,443	17,274,071	18,050,072	15,681,234	16,274,314	16,855,700
1993	-	6,034,382	15,603,715	20,439,101	24,482,526	25,241,896	33,372,739	35,723,375	55,251,211
1994	-	3,605,947	9,369,619	6,939,673	8,057,863	12,034,599	17,764,395	18,095,819	16,332,030
1995	-	302,654	4,411,454	10,049,491	13,664,069	13,899,888	14,253,921	19,594,578	19,517,479
1996	-	1,620,120	6,148,936	8,016,485	8,655,705	22,727,976	26,057,592	24,194,623	24,755,037
1997	-	3,662,415	14,173,991	14,628,028	18,259,300	23,702,003	27,183,057	25,879,055	23,394,411
1998	-	9,817,713	15,372,727	22,188,759	28,520,368	34,275,085	38,301,153	37,849,851	40,781,441
1999	-	9,552,493	10,435,970	19,368,506	23,120,480	26,791,606	26,123,438	22,616,486	23,779,422
2000	-	10,350,657	21,236,924	22,824,837	20,392,405	17,027,879	14,910,492	16,094,537	15,435,546
2001	-	261,322	9,588,431	15,245,184	10,377,758	14,824,636	17,363,160	19,552,483	18,931,866
2002	-	10,529,132	18,176,976	26,747,182	25,497,203	37,033,172	39,759,466	47,168,412	58,526,852
2003	-	330,925	511,528	6,952,565	9,321,090	10,734,084	8,792,364	9,838,249	12,032,667
2004	-	267,785	5,611,031	12,621,899	19,469,111	24,362,188	23,962,318	19,566,797	20,033,670
2005	-	44,602	8,877,702	27,415,666	29,213,594	37,554,879	46,127,785	41,255,601	40,927,254
2006	-	8,510,155	8,270,336	18,104,527	30,098,401	40,925,451	43,439,573	40,404,416	40,142,525
2007	-	254,773	12,413,563	21,644,170	27,229,373	42,467,808	38,867,939	35,828,836	
2008	-	6,928,140	19,000,152	39,787,573	42,461,878	42,932,060	44,775,980		
2009	-	9,988,190	20,307,167	39,784,186	42,266,281	40,900,046			
2010	-	5,969,175	14,814,083	23,596,562	27,472,277				
2011	2,670,000	13,178,197	18,935,299	32,173,716					
2012	3,640,000	7,727,328	21,142,915						
2013	25,000	13,645,368							
2014	-								
	6:18	18:30	30:42	42:54	54:66	66:78	78:90	90:102	102:114

1989			1.160	1.318	0.941	0.639	0.813	1.353	1.094
1990		2.571	1.419	0.825	0.875	0.999	1.003	0.803	0.968
1991		2.283	0.753	0.857	0.997	1.068	0.979	0.982	1.070
1992		1.237	1.282	1.060	1.045	0.869	1.038	1.036	0.971
1993		2.586	1.310	1.198	1.031	1.322	1.070	1.547	1.015
1994		2.598	0.741	1.161	1.494	1.476	1.019	0.903	0.620
1995		14.576	2.278	1.360	1.017	1.025	1.375	0.996	1.036
1996		3.795	1.304	1.080	2.626	1.146	0.929	1.023	1.183
1997		3.870	1.032	1.248	1.298	1.147	0.952	0.904	1.137
1998		1.566	1.443	1.285	1.202	1.117	0.988	1.077	1.117
1999		1.092	1.856	1.194	1.159	0.975	0.866	1.051	1.111
2000		2.052	1.075	0.893	0.835	0.876	1.079	0.959	1.012
2001		36.692	1.590	0.681	1.429	1.171	1.126	0.968	1.000
2002		1.726	1.471	0.953	1.452	1.074	1.186	1.241	0.959
2003		1.546	13.592	1.341	1.152	0.819	1.119	1.223	1.076
2004		20.953	2.249	1.542	1.251	0.984	0.817	1.024	0.932
2005		199.041	3.088	1.066	1.286	1.228	0.894	0.992	0.738
2006		0.972	2.189	1.662	1.360	1.061	0.930	0.994	
2007		48.724	1.744	1.258	1.560	0.915	0.922		
2008		2.742	2.094	1.067	1.011	1.043			
2009		2.033	1.959	1.062	0.968				
2010		2.482	1.593	1.164					
2011	4.936	1.437	1.699						
2012	2.123	2.736							
2013	545.815								

Simple Avg. - Incremental		15.622	2.127	1.149	1.237	1.048	1.006	1.060	1.002
Wtd Avg. All - Incremental		2.258	1.570	1.128	1.185	1.049	0.989	1.078	0.996
Wtd Latest Five - Incremental		2.151	1.837	1.186	1.196	1.047	0.911	1.085	0.910
Wtd Avg. All - Cumulative		5.604	2.482	1.581	1.401	1.182	1.127	1.140	1.057
Wtd Latest Five - Cumulative		5.240	2.436	1.326	1.118	0.935	0.893	0.980	0.903
Selected Incremental - Prior 6/30/13	5.000	2.350	1.900	1.275	1.250	1.080	1.055	1.055	1.050
Selected - Incremental	5.000	2.000	1.800	1.200	1.190	1.070	1.040	1.040	1.040
Selected - Cumulative	42.144	8.429	4.214	2.341	1.951	1.640	1.532	1.473	1.417

Evaluated As of June 30, 2014

Year of Birth	114	126	138	150	162	174	186	198	210
1989	18,379,099	18,854,256	16,832,916	15,235,982	21,483,683	17,180,973	17,826,987	20,036,204	20,609,095
1990	12,564,669	12,749,808	13,273,598	15,837,029	18,684,532	18,051,218	18,788,207	18,978,772	16,182,267
1991	8,212,567	8,371,938	12,517,389	13,070,707	12,436,995	14,629,161	15,052,971	16,677,701	19,617,828
1992	16,366,392	20,452,217	21,926,400	23,357,536	24,067,148	29,794,039	37,009,892	36,517,035	37,169,590
1993	56,103,434	51,330,239	48,519,186	50,784,753	53,141,977	47,804,665	45,646,390	40,171,448	38,535,413
1994	10,130,549	9,763,686	10,337,799	11,232,855	12,023,125	12,387,302	14,098,171	13,492,481	13,870,387
1995	20,216,327	20,820,784	23,757,470	23,559,796	24,184,904	24,996,013	25,721,112	24,426,252	22,961,717
1996	29,290,555	28,379,614	31,352,522	28,953,735	29,138,208	27,604,439	27,574,072	20,276,523	22,476,816
1997	26,604,469	26,345,722	26,213,470	26,587,980	32,983,297	36,789,735	34,862,502	34,836,673	31,687,667
1998	45,538,372	47,055,095	48,452,924	46,356,347	52,207,332	50,756,927	52,470,449	54,140,603	
1999	26,422,607	26,556,246	22,655,853	26,148,395	23,257,479	22,986,151	23,560,269		
2000	15,616,459	19,293,443	18,194,128	14,640,684	15,607,419	14,671,045			
2001	18,926,490	20,756,866	19,210,232	21,379,788	20,798,399				
2002	56,137,940	64,258,258	63,086,489	57,187,163					
2003	12,951,195	12,617,820	12,007,598						
2004	18,670,132	19,446,841							
2005	30,212,774								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	114:126	126:138	138:150	150:162	162:174	174:186	186:198	198:210	210:222
1989	1.026	0.893	0.905	1.410	0.800	1.038	1.124	1.029	1.184
1990	1.015	1.041	1.193	1.180	0.966	1.041	1.010	0.853	0.770
1991	1.019	1.495	1.044	0.952	1.176	1.029	1.108	1.176	0.999
1992	1.250	1.072	1.065	1.030	1.238	1.242	0.987	1.018	1.019
1993	0.915	0.945	1.047	1.046	0.900	0.955	0.880	0.959	1.018
1994	0.964	1.059	1.087	1.070	1.030	1.138	0.957	1.028	1.123
1995	1.030	1.141	0.992	1.027	1.034	1.029	0.950	0.940	0.953
1996	0.969	1.105	0.923	1.006	0.947	0.999	0.735	1.109	0.961
1997	0.990	0.995	1.014	1.241	1.115	0.948	0.999	0.910	
1998	1.033	1.030	0.957	1.126	0.972	1.034	1.032		
1999	1.005	0.853	1.154	0.889	0.988	1.025			
2000	1.235	0.943	0.805	1.066	0.940				
2001	1.097	0.925	1.113	0.973					
2002	1.145	0.982	0.906						
2003	0.974	0.952							
2004	1.042								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.044	1.029	1.015	1.078	1.009	1.043	0.978	1.002	1.003
Wtd Avg. All - Incremental	1.038	1.002	0.995	1.072	0.995	1.032	0.967	0.990	1.006
Wtd Latest Five - Incremental	1.115	0.942	0.966	1.072	0.997	1.006	0.951	0.972	1.008
Wtd Avg. All - Cumulative	1.061	1.022	1.020	1.026	0.957	0.961	0.932	0.963	0.973
Wtd Latest Five - Cumulative	0.992	0.890	0.945	0.978	0.913	0.915	0.909	0.956	0.983
Selected Incremental - Prior 6/30/13	1.045	1.035	1.035	1.030	1.025	1.025	1.004	1.004	1.004
Selected - Incremental	1.040	1.030	1.030	1.025	1.025	1.025	1.003	1.003	1.003
Selected - Cumulative	1.362	1.310	1.272	1.235	1.205	1.175	1.147	1.143	1.140

Evaluated As of June 30, 2014

Year of Birth	222	234	246	258	270	282	294	306
1989	24,401,993	23,880,995	22,893,199	21,218,864	21,683,367	21,186,342	21,649,385	20,445,251
1990	12,456,288	12,263,810	11,080,333	8,713,487	8,756,764	8,985,349	8,347,697	
1991	19,605,767	18,599,902	18,358,822	19,025,550	21,507,436	19,632,067		
1992	37,861,621	38,132,936	38,599,821	40,990,857	38,474,336			
1993	39,224,298	35,669,421	37,354,205	33,876,851				
1994	15,572,646	16,050,479	15,867,960					
1995	21,881,553	23,089,117						
1996	21,593,290							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								

	222:234	234:246	246:258	258:270	270:282	282:294	294:306	306:Ult.
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1989	0.979	0.959	0.927	1.022	0.977	1.022	0.944	
1990	0.985	0.903	0.786	1.005	1.026	0.929		
1991	0.949	0.987	1.036	1.130	0.913			
1992	1.007	1.012	1.062	0.939				
1993	0.909	1.047	0.907					
1994	1.031	0.989						
1995	1.055							
1996								
1997								
1998								
1999								
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2001								
2002								
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2010								
2011								
2012								
2013								

Simple Avg. - Incremental	0.988	0.983	0.944	1.024	0.972	0.975	0.944	
Wtd Avg. All - Incremental	0.981	0.997	0.965	1.005	0.959	0.994	0.944	
Wtd Latest Five - Incremental	0.981	1.005	0.965	1.005	0.959	0.994	0.944	
Wtd Avg. All - Cumulative	0.967	0.987	0.990	1.025	1.020	1.064	1.070	1.133
Wtd Latest Five - Cumulative	0.975	0.994	0.990	1.025	1.020	1.064	1.070	1.133
Selected Incremental - Prior 6/30/13	0.975	1.004	1.004	1.004	1.004	1.004	1.141	
Selected - Incremental	0.985	1.003	1.003	1.003	1.003	1.003	1.003	1.133
Selected - Cumulative	1.136	1.154	1.150	1.147	1.143	1.140	1.136	1.133

Paid Loss & ALAE - Adjusted to Birth Year Cost Basis

Evaluated As of June 30, 2014

Year of Birth	Combined Paid Loss & ALAE	Loss Development Factors		Combined Paid Loss & ALAE Projection (2) x (4)
		Incremental	Cumulative	
(1)	(2)	(3)	(4)	(5)
1989	10,310,533	3.800	3.800	39,180,024
1990	3,838,630	1.030	3.914	15,024,398
1991	4,785,097	1.035	4.051	19,384,380
1992	7,992,211	1.040	4.213	33,671,420
1993	13,136,365	1.050	4.424	58,111,091
1994	5,152,497	1.050	4.645	23,932,654
1995	5,712,104	1.050	4.877	27,858,551
1996	6,056,244	1.055	5.145	31,161,490
1997	7,175,336	1.055	5.428	38,950,186
1998	11,305,834	1.060	5.754	65,054,267
1999	8,029,230	1.075	6.186	49,665,586
2000	3,780,426	1.075	6.650	25,138,006
2001	4,920,098	1.075	7.148	35,169,998
2002	9,142,997	1.080	7.720	70,584,758
2003	2,553,163	1.090	8.415	21,484,609
2004	3,232,824	1.095	9.214	29,788,250
2005	4,668,861	1.100	10.136	47,322,386
2006	5,062,553	1.100	11.149	56,444,012
2007	4,800,680	1.115	12.431	59,679,613
2008	2,228,901	1.175	14.607	32,557,563
2009	3,334,886	1.250	18.259	60,890,861
2010	1,911,313	1.275	23.280	44,495,180
2011	1,306,510	1.450	33.756	44,102,389
2012	421,185	2.100	70.887	29,856,699
2013	321,708	3.400	241.017	77,537,015
2014	-	15.000	3,615.253	-
Totals:	131,180,187			1,037,045,387

Evaluated As of June 30, 2014

Year of Birth	6	18	30	42	54	66	78	90	102
1989			713,531	1,512,157	2,404,817	3,237,224	3,650,194	4,050,914	4,387,306
1990		124,200	396,151	969,427	994,160	1,292,317	1,491,826	1,604,121	1,701,639
1991	-	214,799	224,401	352,668	706,771	987,587	1,082,311	1,168,944	1,206,665
1992	-	14,653	272,268	1,140,388	1,966,117	2,315,063	2,614,190	2,859,732	3,095,949
1993	-	8,641	365,912	1,116,561	1,717,430	2,529,986	3,478,507	4,152,250	4,800,986
1994	-	201,830	1,049,093	1,384,361	1,761,282	2,505,148	2,779,863	3,077,903	3,333,248
1995	-	4,058	236,654	765,563	1,170,780	1,237,697	1,426,102	1,498,973	1,627,938
1996	-	110,362	707,105	963,361	1,435,786	1,867,233	2,482,872	2,821,010	3,075,675
1997	-	15,751	716,317	1,034,545	1,272,919	1,907,294	2,397,325	2,777,309	3,017,420
1998	-	200,705	854,656	1,782,715	2,409,465	2,876,801	3,309,635	4,607,065	5,147,532
1999	-	643,090	1,101,984	1,457,257	2,116,708	2,551,560	2,962,833	3,323,618	4,287,799
2000	-	571,446	878,644	1,445,046	1,926,405	2,123,416	2,315,854	2,457,948	2,606,874
2001	-	232,270	530,896	1,333,305	1,646,081	2,050,765	2,916,535	3,264,676	3,520,035
2002	-	228,372	821,106	1,595,766	2,292,772	2,962,994	3,813,442	4,943,617	5,700,367
2003	-	217,775	485,243	608,930	726,644	1,163,705	1,552,836	1,680,232	1,848,424
2004	-	125,611	498,991	1,065,933	1,497,994	1,916,170	2,143,704	2,550,374	2,782,597
2005	-	3,432	924,239	924,595	1,667,233	2,273,592	3,204,422	3,867,764	4,267,284
2006	-	27,594	449,632	735,165	1,618,719	2,325,711	3,873,144	4,532,315	5,062,553
2007	-	115,324	692,837	1,481,963	2,401,675	3,170,569	4,036,698	4,800,680	
2008	-	117,518	463,801	980,188	1,573,402	1,877,543	2,228,901		
2009	-	478,269	1,047,412	2,003,571	2,848,570	3,334,886			
2010	-	353,949	1,079,314	1,488,234	1,911,313				
2011	813	93,088	384,203	1,306,510					
2012	58	50,015	421,185						
2013	-	321,708							
2014	-								
	6:18	18:30	30:42	42:54	54:66	66:78	78:90	90:102	102:114

1989			2.119	1.590	1.346	1.128	1.110	1.083	1.113
1990		3.190	2.447	1.026	1.300	1.154	1.075	1.061	1.048
1991		1.045	1.572	2.004	1.397	1.096	1.080	1.032	1.036
1992		18.582	4.188	1.724	1.177	1.129	1.094	1.083	1.064
1993		42.346	3.051	1.538	1.473	1.375	1.194	1.156	1.164
1994		5.198	1.320	1.272	1.422	1.110	1.107	1.083	1.043
1995		58.324	3.235	1.529	1.057	1.152	1.051	1.086	1.097
1996		6.407	1.362	1.490	1.300	1.330	1.136	1.090	1.098
1997		45.478	1.444	1.230	1.498	1.257	1.159	1.086	1.107
1998		4.258	2.086	1.352	1.194	1.150	1.392	1.117	1.126
1999		1.714	1.322	1.453	1.205	1.161	1.122	1.290	1.129
2000		1.538	1.645	1.333	1.102	1.091	1.061	1.061	1.056
2001		2.286	2.511	1.235	1.246	1.422	1.119	1.078	1.062
2002		3.595	1.943	1.437	1.292	1.287	1.296	1.153	1.137
2003		2.228	1.255	1.193	1.601	1.334	1.082	1.100	1.128
2004		3.973	2.136	1.405	1.279	1.119	1.190	1.091	1.065
2005		60.386	4.462	1.803	1.364	1.409	1.207	1.103	1.094
2006		16.294	1.635	2.202	1.437	1.665	1.170	1.117	
2007		6.008	2.139	1.621	1.320	1.273	1.189		
2008		3.947	2.113	1.605	1.193	1.187			
2009		2.190	1.913	1.422	1.171				
2010		3.049	1.379	1.284					
2011	114.491	4.127	3.401						
2012	865.304	8.421							
2013									

Simple Avg. - Incremental		13.243	2.203	1.489	1.304	1.242	1.149	1.104	1.092
Wtd Avg. All - Incremental		3.344	1.936	1.456	1.286	1.245	1.165	1.113	1.101
Wtd Latest Five - Incremental		3.107	1.980	1.548	1.284	1.339	1.177	1.119	1.100
Wtd Avg. All - Cumulative		225.914	67.566	34.899	23.966	18.632	14.962	12.842	11.540
Wtd Latest Five - Cumulative		266.752	85.843	43.363	28.015	21.816	16.289	13.841	12.371
Selected Incremental - Prior 6/30/13	15.000	3.500	2.100	1.600	1.325	1.275	1.175	1.125	1.110
Selected - Incremental	15.000	3.400	2.100	1.450	1.275	1.250	1.175	1.115	1.100
Selected - Cumulative	3,615.253	241.017	70.887	33.756	23.280	18.259	14.607	12.431	11.149

Evaluated As of June 30, 2014

Year of Birth	114	126	138	150	162	174	186	198	210
1989	4,881,383	5,207,381	5,506,326	6,656,646	6,919,544	7,236,098	7,551,210	7,877,185	8,199,518
1990	1,782,972	1,852,245	1,910,555	2,004,783	2,163,300	2,384,900	2,651,373	2,883,054	3,093,997
1991	1,250,624	1,349,649	1,444,004	1,564,265	1,672,296	1,773,658	1,895,489	2,017,261	2,373,295
1992	3,294,102	3,497,403	3,722,681	4,052,313	4,372,577	4,624,751	4,906,862	5,207,634	5,566,687
1993	5,588,792	6,341,389	6,936,484	7,603,297	8,390,650	9,043,319	9,575,032	10,128,327	10,638,013
1994	3,476,943	3,532,807	3,796,657	4,206,364	4,273,656	4,336,925	4,480,828	4,592,359	4,717,900
1995	1,785,986	2,017,926	2,668,691	2,889,670	3,301,588	3,350,017	3,705,915	4,687,796	4,935,155
1996	3,376,896	3,680,978	3,929,639	4,244,961	4,485,304	4,835,701	5,157,907	5,480,450	5,719,247
1997	3,340,446	3,593,005	4,022,489	4,436,925	5,059,520	5,491,863	5,946,974	6,718,961	7,175,336
1998	5,797,657	6,336,105	7,078,251	7,762,064	8,649,645	9,432,833	10,281,408	11,305,834	
1999	4,842,861	5,403,200	5,942,280	6,572,815	7,103,736	7,514,713	8,029,230		
2000	2,752,379	2,919,897	3,151,228	3,330,851	3,526,845	3,780,426			
2001	3,738,338	4,011,319	4,246,067	4,567,490	4,920,098				
2002	6,481,789	7,202,670	8,088,412	9,142,997					
2003	2,084,380	2,316,086	2,553,163						
2004	2,962,306	3,232,824							
2005	4,668,861								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	114:126	126:138	138:150	150:162	162:174	174:186	186:198	198:210	210:222
1989	1.067	1.057	1.209	1.039	1.046	1.044	1.043	1.041	1.035
1990	1.039	1.031	1.049	1.079	1.102	1.112	1.087	1.073	1.027
1991	1.079	1.070	1.083	1.069	1.061	1.069	1.064	1.176	1.156
1992	1.062	1.064	1.089	1.079	1.058	1.061	1.061	1.069	1.069
1993	1.135	1.094	1.096	1.104	1.078	1.059	1.058	1.050	1.050
1994	1.016	1.075	1.108	1.016	1.015	1.033	1.025	1.027	1.023
1995	1.130	1.322	1.083	1.143	1.015	1.106	1.265	1.053	1.066
1996	1.090	1.068	1.080	1.057	1.078	1.067	1.063	1.044	1.059
1997	1.076	1.120	1.103	1.140	1.085	1.083	1.130	1.068	
1998	1.093	1.117	1.097	1.114	1.091	1.090	1.100		
1999	1.116	1.100	1.106	1.081	1.058	1.068			
2000	1.061	1.079	1.057	1.059	1.072				
2001	1.073	1.059	1.076	1.077					
2002	1.111	1.123	1.130						
2003	1.111	1.102							
2004	1.091								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.084	1.099	1.098	1.081	1.063	1.072	1.090	1.067	1.061
Wtd Avg. All - Incremental	1.088	1.097	1.106	1.083	1.065	1.069	1.085	1.057	1.054
Wtd Latest Five - Incremental	1.092	1.097	1.101	1.097	1.077	1.082	1.109	1.050	1.054
Wtd Avg. All - Cumulative	10.481	9.633	8.783	7.945	7.338	6.891	6.445	5.943	5.622
Wtd Latest Five - Cumulative	11.244	10.294	9.380	8.522	7.768	7.210	6.667	6.013	5.727
Selected Incremental - Prior 6/30/13	1.100	1.100	1.095	1.090	1.075	1.080	1.090	1.060	1.060
Selected - Incremental	1.100	1.095	1.090	1.080	1.075	1.075	1.075	1.060	1.055
Selected - Cumulative	10.136	9.214	8.415	7.720	7.148	6.650	6.186	5.754	5.428

Evaluated As of June 30, 2014

Year of Birth	222	234	246	258	270	282	294	306
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1989	8,489,313	8,727,332	8,893,595	9,068,901	9,321,883	9,600,965	9,914,422	10,310,533
1990	3,179,045	3,264,426	3,340,362	3,443,919	3,535,052	3,643,290	3,838,630	
1991	2,742,798	3,146,722	3,477,624	3,759,697	4,429,514	4,785,097		
1992	5,951,813	6,455,059	6,877,244	7,329,049	7,992,211			
1993	11,173,823	11,748,671	12,368,300	13,136,365				
1994	4,825,325	4,939,941	5,152,497					
1995	5,260,443	5,712,104						
1996	6,056,244							
1997								
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2010								
2011								
2012								
2013								
2014								
	222:234	234:246	246:258	258:270	270:282	282:294	294:306	306:Ult.
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1989	1.028	1.019	1.020	1.028	1.030	1.033	1.040	
1990	1.027	1.023	1.031	1.026	1.031	1.054		
1991	1.147	1.105	1.081	1.178	1.080			
1992	1.085	1.065	1.066	1.090				
1993	1.051	1.053	1.062					
1994	1.024	1.043						
1995	1.086							
1996								
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
Simple Avg. - Incremental	1.064	1.051	1.052	1.081	1.047	1.043	1.040	
Wtd Avg. All - Incremental	1.057	1.048	1.051	1.071	1.043	1.038	1.040	
Wtd Latest Five - Incremental	1.068	1.056	1.051	1.071	1.043	1.038	1.040	
Wtd Avg. All - Cumulative	5.335	5.048	4.818	4.584	4.280	4.104	3.952	3.800
Wtd Latest Five - Cumulative	5.436	5.088	4.818	4.584	4.280	4.104	3.952	3.800
Selected Incremental - Prior 6/30/13	1.060	1.050	1.050	1.050	1.040	1.040	3.900	
Selected - Incremental	1.055	1.050	1.050	1.050	1.040	1.035	1.030	3.800
Selected - Cumulative	5.145	4.877	4.645	4.424	4.213	4.051	3.914	3.800

Loss & ALAE - Case Outstanding & Paid Incremental - Adjusted to Birth Year Cost Basis

Evaluated As of June 30, 2014

Year of Birth	6	18	30	42	54	66	78	90	102
Case Outstanding Loss & ALAE - Adjusted to Birth Year Cost Level (a)									
1989			15,897,396	17,755,904	22,994,394	20,663,898	11,619,093	8,366,235	12,409,797
1990		5,999,211	15,344,888	21,371,088	17,431,982	14,836,734	14,618,078	14,553,479	11,279,441
1991	-	4,875,524	11,394,968	8,395,578	6,792,219	6,485,846	6,899,375	6,642,208	6,465,530
1992	-	10,254,487	12,434,718	15,152,054	15,307,953	15,735,008	13,067,045	13,414,582	13,759,751
1993	-	6,025,741	15,237,803	19,322,541	22,765,096	22,711,910	29,894,233	31,571,124	50,450,225
1994	-	3,404,117	8,320,526	5,555,312	6,296,581	9,529,451	14,984,532	15,017,916	12,998,782
1995	-	298,596	4,174,800	9,283,928	12,493,289	12,662,191	12,827,819	18,095,605	17,889,541
1996	-	1,509,757	5,441,830	7,053,125	7,219,919	20,860,743	23,574,719	21,373,614	21,679,362
1997	-	3,646,664	13,457,674	13,593,483	16,986,381	21,794,709	24,785,731	23,101,746	20,376,991
1998	-	9,617,007	14,518,072	20,406,044	26,110,903	31,398,284	34,991,518	33,242,786	35,633,909
1999	-	8,909,404	9,333,987	17,911,249	21,003,772	24,240,046	23,160,605	19,292,868	19,491,623
2000	-	9,779,211	20,358,281	21,379,791	18,466,000	14,904,463	12,594,638	13,636,589	12,828,672
2001	-	29,051	9,057,536	13,911,879	8,731,678	12,773,871	14,446,625	16,287,807	15,411,831
2002	-	10,300,760	17,355,870	25,151,416	23,204,432	34,070,178	35,946,024	42,224,795	52,826,485
2003	-	113,151	26,285	6,343,635	8,594,446	9,570,379	7,239,528	8,158,017	10,184,242
2004	-	142,174	5,112,040	11,555,966	17,971,117	22,446,018	21,818,614	17,016,423	17,251,073
2005	-	41,171	8,670,463	26,491,071	27,546,361	35,281,287	42,923,363	37,387,837	36,659,971
2006	-	8,482,561	7,820,704	17,369,362	28,479,682	38,599,740	39,566,428	35,872,101	35,079,972
2007	-	139,449	11,720,726	20,162,207	24,827,697	39,297,239	34,831,241	31,028,155	
2008	-	6,810,623	18,536,351	38,807,386	40,888,476	41,054,518	42,547,079		
2009	-	9,509,921	19,259,754	37,780,615	39,417,711	37,565,159			
2010	-	5,615,226	13,734,769	22,108,328	25,560,965				
2011	2,669,187	13,085,109	18,551,096	30,867,206					
2012	3,639,942	7,677,313	20,721,730						
2013	25,000	13,323,660							
2014	-								

Incremental Paid Loss & ALAE - Adjusted to Birth Year Cost Level (b)									
1989			713,531	798,626	892,660	832,407	412,970	400,720	336,392
1990		124,200	271,951	573,276	24,734	298,156	199,509	112,296	97,518
1991	-	214,799	9,602	128,267	354,103	280,816	94,724	86,633	37,721
1992	-	14,653	257,616	868,120	825,729	348,946	299,126	245,542	236,217
1993	-	8,641	357,271	750,649	600,869	812,557	948,520	673,744	648,736
1994	-	201,830	847,263	335,268	376,921	743,866	274,715	298,040	255,345
1995	-	4,058	232,597	528,909	405,217	66,917	188,405	72,872	128,964
1996	-	110,362	596,743	256,255	472,425	431,448	615,639	338,137	254,665
1997	-	15,751	700,567	318,228	238,374	634,375	490,031	379,984	240,111
1998	-	200,705	653,950	928,059	626,750	467,336	432,834	1,297,430	540,467
1999	-	643,090	458,894	355,273	659,451	434,853	411,273	360,785	964,181
2000	-	571,446	307,198	566,402	481,359	197,011	192,438	142,094	148,926
2001	-	232,270	298,626	802,409	312,776	404,684	865,769	348,141	255,359
2002	-	228,372	592,733	774,660	697,006	670,222	850,448	1,130,175	756,750
2003	-	217,775	267,469	123,686	117,714	437,061	389,131	127,397	168,192
2004	-	125,611	373,380	566,942	432,061	418,175	227,535	406,670	232,223
2005	-	3,432	203,807	717,356	742,638	606,359	930,830	663,342	399,520
2006	-	27,594	422,037	285,534	883,554	706,991	1,547,433	659,170	530,238
2007	-	115,324	577,512	789,126	919,712	768,893	866,129	763,983	
2008	-	117,518	346,283	516,387	593,214	304,141	351,358		
2009	-	478,269	569,143	956,159	844,998	486,317			
2010	-	353,949	725,364	408,921	423,078				
2011	813	92,275	291,115	922,307					
2012	58	49,957	371,171						
2013	-	321,708							
2014	-								

Notes: (a) Historical cost level case outstanding by birth year and maturity as shown in Exhibit IX, Sheets 2a, 2b and 2c is adjusted to birth level cost level using factors shown in Exhibit IX, Sheets 5a, 5b and 5c.

(b) Historical cost level incremental loss payments by birth year and maturity as shown in Exhibit IX, Sheets 2a, 2b and 2c are adjusted to birth level cost level using factors shown in Exhibit IX, Sheets 5a, 5b and 5c.

Loss & ALAE - Case Outstanding & Paid Incremental - Adjusted to Birth Year Cost Basis

Evaluated As of June 30, 2014

Year of Birth	114	126	138	150	162	174	186	198	210
Case Outstanding Loss & ALAE - Adjusted to Birth Year Cost Level (a)									
1989	13,497,717	13,646,875	11,326,590	8,579,335	14,564,139	9,944,874	10,275,777	12,159,019	12,409,577
1990	10,781,698	10,897,563	11,363,043	13,832,246	16,521,232	15,666,318	16,136,834	16,095,718	13,088,269
1991	6,961,943	7,022,289	11,073,385	11,506,442	10,764,699	12,855,503	13,157,482	14,660,440	17,244,534
1992	13,072,290	16,954,814	18,203,718	19,305,222	19,694,571	25,169,288	32,103,030	31,309,402	31,602,902
1993	50,514,642	44,988,849	41,582,702	43,181,457	44,751,327	38,761,346	36,071,358	30,043,121	27,897,400
1994	6,653,606	6,230,878	6,541,142	7,026,491	7,749,469	8,050,377	9,617,343	8,900,122	9,152,487
1995	18,430,341	18,802,858	21,088,779	20,670,126	20,883,316	21,645,996	22,015,197	19,738,456	18,026,563
1996	25,913,659	24,698,636	27,422,882	24,708,774	24,652,904	22,768,738	22,416,165	14,796,073	16,757,569
1997	23,264,023	22,752,717	22,190,981	22,151,055	27,923,777	31,297,872	28,915,528	28,117,712	24,512,332
1998	39,740,714	40,718,990	41,374,673	38,594,283	43,557,686	41,324,094	42,189,042	42,834,769	
1999	21,579,747	21,153,045	16,713,573	19,575,580	16,153,743	15,471,439	15,531,039		
2000	12,864,081	16,373,546	15,042,900	11,309,832	12,080,574	10,890,620			
2001	15,188,153	16,745,547	14,964,165	16,812,298	15,878,300				
2002	49,656,151	57,055,588	54,998,077	48,044,166					
2003	10,866,815	10,301,734	9,454,435						
2004	15,707,826	16,214,017							
2005	25,543,912								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
Incremental Paid Loss & ALAE - Adjusted to Birth Year Cost Level (b)									
1989	494,077	325,998	298,946	1,150,320	262,898	316,554	315,111	325,975	322,333
1990	81,332	69,274	58,310	94,228	158,517	221,600	266,473	231,682	210,943
1991	43,959	99,024	94,355	120,261	108,031	101,362	121,830	121,773	356,033
1992	198,153	203,301	225,279	329,632	320,264	252,174	282,111	300,771	359,054
1993	787,806	752,597	595,095	666,813	787,353	652,669	531,713	553,296	509,686
1994	143,695	55,864	263,850	409,706	67,292	63,268	143,903	111,531	125,541
1995	158,048	231,940	650,765	220,979	411,918	48,430	355,898	981,880	247,359
1996	301,221	304,082	248,661	315,321	240,344	350,397	322,206	322,543	238,797
1997	323,026	252,558	429,484	414,436	622,595	432,343	455,111	771,987	456,374
1998	650,125	538,448	742,146	683,813	887,582	783,188	848,575	1,024,426	
1999	555,062	560,340	539,079	630,535	530,922	410,976	514,517		
2000	145,505	167,518	231,331	179,623	195,994	253,581			
2001	218,303	272,981	234,749	321,423	352,608				
2002	781,422	720,881	885,742	1,054,585					
2003	235,956	231,706	237,077						
2004	179,709	270,518							
2005	401,578								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									

Notes: (a) Historical cost level case outstanding by birth year and maturity as shown in Exhibit IX, Sheets 2a, 2b and 2c is adjusted to birth level cost level using factors shown in Exhibit IX, Sheets 5a, 5b and 5c.

(b) Historical cost level incremental loss payments by birth year and maturity as shown in Exhibit IX, Sheets 2a, 2b and 2c are adjusted to birth level cost level using factors shown in Exhibit IX, Sheets 5a, 5b and 5c.

Loss & ALAE - Case Outstanding & Paid Incremental - Adjusted to Birth Year Cost Basis

Evaluated As of June 30, 2014

Year of Birth	222	234	246	258	270	282	294	306
Case Outstanding Loss & ALAE - Adjusted to Birth Year Cost Level (a)								
1989	15,912,680	15,153,663	13,999,604	12,149,964	12,361,484	11,585,377	11,734,963	10,134,719
1990	9,277,243	8,999,385	7,739,971	5,269,568	5,221,712	5,342,059	4,509,067	
1991	16,862,969	15,453,180	14,881,198	15,265,854	17,077,922	14,846,970		
1992	31,909,808	31,677,877	31,722,577	33,661,808	30,482,125			
1993	28,050,474	23,920,750	24,985,905	20,740,486				
1994	10,747,320	11,110,538	10,715,463					
1995	16,621,110	17,377,012						
1996	15,537,046							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								

Year of Birth	222	234	246	258	270	282	294	306
Incremental Paid Loss & ALAE - Adjusted to Birth Year Cost Level (b)								
1989	289,795	238,020	166,262	175,306	252,983	279,082	313,456	396,111
1990	85,048	85,381	75,936	103,557	91,133	108,238	195,340	
1991	369,503	403,924	330,902	282,073	669,817	355,583		
1992	385,126	503,245	422,186	451,805	663,161			
1993	535,810	574,848	619,629	768,065				
1994	107,425	114,616	212,556					
1995	325,288	451,661						
1996	336,997							
1997								
1998								
1999								
2000								
2001								
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2009								
2010								
2011								
2012								
2013								
2014								

Notes: (a) Historical cost level case outstanding by birth year and maturity as shown in Exhibit IX, Sheets 2a, 2b and 2c is adjusted to birth level cost level using factors shown in Exhibit IX, Sheets 5a, 5b and 5c.

(b) Historical cost level incremental loss payments by birth year and maturity as shown in Exhibit IX, Sheets 2a, 2b and 2c are adjusted to birth level cost level using factors shown in Exhibit IX, Sheets 5a, 5b and 5c.

Incurred Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of June 30, 2014

Year of Birth	6	18	30	42	54	66	78	90	102
1989			16,871,050	19,685,516	26,083,509	24,681,236	15,873,373	12,988,620	17,592,504
1990		6,165,620	15,931,896	22,725,142	18,819,860	16,548,029	16,594,065	16,696,338	13,458,120
1991	0	5,117,966	11,730,860	8,871,348	7,646,079	7,657,959	8,203,795	8,051,778	7,931,894
1992	0	10,314,878	12,820,618	16,522,026	17,604,481	18,458,026	16,093,869	16,756,205	17,421,842
1993	0	6,058,842	15,731,195	20,695,350	24,876,302	25,738,696	34,146,421	36,705,144	56,926,696
1994	0	3,620,825	9,451,092	7,028,908	8,186,373	12,272,148	18,163,597	18,572,287	16,827,935
1995	0	303,760	4,443,903	10,154,899	13,852,873	14,142,814	14,557,668	20,069,830	20,059,586
1996	0	1,625,817	6,191,712	8,096,995	8,783,698	23,122,480	26,614,632	24,805,752	25,458,997
1997	0	3,671,665	14,261,533	14,777,396	18,511,230	24,123,389	27,767,694	26,526,878	25,031,809
1998	0	9,848,621	15,486,387	22,443,842	28,950,387	34,908,775	39,127,761	40,421,280	43,902,389
1999	0	9,592,621	10,520,498	19,588,965	23,473,149	27,285,166	27,791,493	24,232,245	26,521,814
2000	0	10,391,549	21,391,739	23,076,854	20,689,880	18,036,233	15,902,513	17,884,607	17,796,302
2001	0	264,049	9,658,671	15,416,342	10,950,104	15,779,809	19,247,343	22,519,976	21,872,768
2002	0	10,565,848	18,301,079	28,199,451	27,087,578	41,134,885	45,971,678	54,858,032	68,410,551
2003	0	333,866	522,552	7,357,470	10,313,641	12,349,734	10,137,388	11,395,748	14,018,907
2004	0	276,584	5,921,671	13,925,253	22,407,539	28,191,481	27,816,004	22,770,892	23,416,265
2005	0	45,000	9,382,423	30,249,183	32,398,186	41,826,493	51,619,003	46,413,606	50,126,175
2006	0	8,922,487	9,033,969	19,901,446	33,261,374	45,418,997	48,523,801	49,129,618	48,994,258
2007	0	262,554	13,078,925	22,918,702	28,998,823	45,366,235	45,290,680	41,934,600	
2008	0	6,968,137	19,191,146	40,334,021	43,303,283	47,923,289	50,212,709		
2009	0	10,022,190	20,450,404	40,237,974	46,683,013	45,316,817			
2010	0	5,992,283	14,937,313	25,985,384	30,369,032				
2011	2,670,000	13,234,368	20,850,423	35,528,082					
2012	3,640,000	8,482,336	23,286,183						
2013	25,000	13,706,527							
2014	0								
	6:18	18:30	30:42	42:54	54:66	66:78	78:90	90:102	102:114
1989			1.167	1.325	0.946	0.643	0.818	1.354	1.098
1990		2.584	1.426	0.828	0.879	1.003	1.006	0.806	0.971
1991		2.292	0.756	0.862	1.002	1.071	0.981	0.985	1.074
1992		1.243	1.289	1.066	1.048	0.872	1.041	1.040	0.975
1993		2.596	1.316	1.202	1.035	1.327	1.075	1.551	1.019
1994		2.610	0.744	1.165	1.499	1.480	1.023	0.906	0.624
1995		14.630	2.285	1.364	1.021	1.029	1.379	0.999	1.039
1996		3.808	1.308	1.085	2.632	1.151	0.932	1.026	1.235
1997		3.884	1.036	1.253	1.303	1.151	0.955	0.944	1.147
1998		1.572	1.449	1.290	1.206	1.121	1.033	1.086	1.165
1999		1.097	1.862	1.198	1.162	1.019	0.872	1.094	1.154
2000		2.059	1.079	0.897	0.872	0.882	1.125	0.995	1.016
2001		36.579	1.596	0.710	1.441	1.220	1.170	0.971	1.003
2002		1.732	1.541	0.961	1.519	1.118	1.193	1.247	0.963
2003		1.565	14.080	1.402	1.197	0.821	1.124	1.230	1.082
2004		21.410	2.352	1.609	1.258	0.987	0.819	1.028	1.010
2005		208.498	3.224	1.071	1.291	1.234	0.899	1.080	0.739
2006		1.012	2.203	1.671	1.366	1.068	1.012	0.997	
2007		49.814	1.752	1.265	1.564	0.998	0.926		
2008		2.754	2.102	1.074	1.107	1.048			
2009		2.041	1.968	1.160	0.971				
2010		2.493	1.740	1.169					
2011	4.957	1.575	1.704						
2012	2.330	2.745							
2013	548.261								
Simple Avg. - Incremental		16.113	2.173	1.165	1.253	1.062	1.020	1.075	1.018
Wtd Avg. All - Incremental		2.291	1.600	1.148	1.206	1.066	1.006	1.096	1.009
Wtd Latest Five - Incremental		2.208	1.864	1.223	1.223	1.071	0.936	1.111	0.920
Wtd Avg. All - Cumulative		8.620	3.763	2.353	2.048	1.699	1.593	1.583	1.445
Wtd Latest Five - Cumulative		8.490	3.844	2.062	1.687	1.379	1.288	1.376	1.239

Incurred Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of June 30, 2014

Year of Birth	114	126	138	150	162	174	186	198	210
1989	19,314,452	19,883,281	17,846,776	16,330,942	22,991,392	18,522,281	19,282,375	22,319,097	23,115,207
1990	13,068,192	13,309,392	13,902,625	16,638,696	19,698,363	19,108,379	20,763,761	21,152,775	18,764,104
1991	8,519,097	8,718,559	13,066,759	13,695,126	13,078,301	16,052,557	16,654,709	19,256,886	23,607,197
1992	16,982,048	21,275,854	22,886,353	24,465,631	26,256,838	32,777,969	42,480,865	43,572,671	44,552,133
1993	58,035,969	53,329,935	50,600,521	55,234,345	58,275,177	54,527,636	53,949,975	47,563,925	45,770,437
1994	10,492,295	10,137,271	11,088,805	12,147,684	13,427,647	14,266,792	16,376,978	15,697,230	16,210,446
1995	20,842,724	22,440,850	25,840,491	26,730,026	28,534,774	29,599,989	30,597,159	29,252,587	27,611,220
1996	31,447,996	30,709,055	35,393,789	33,943,930	34,292,154	32,586,424	32,684,558	24,024,889	28,703,378
1997	28,702,933	29,627,653	30,621,861	31,199,151	38,986,586	43,715,591	41,605,698	44,997,499	40,983,053
1998	51,140,556	54,949,796	56,842,666	54,563,346	61,812,278	60,372,902	67,508,660	69,966,832	
1999	30,603,637	30,894,348	26,384,594	30,676,593	27,364,783	28,904,247	29,747,601		
2000	18,072,703	22,486,180	21,268,225	17,120,713	19,709,624	18,543,108			
2001	21,938,846	24,189,208	22,453,410	27,025,161	26,351,057				
2002	65,863,004	75,780,807	80,866,490	73,436,641					
2003	15,168,263	15,986,156	15,239,817						
2004	23,639,048	24,722,792							
2005	37,061,113								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	114:126	126:138	138:150	150:162	162:174	174:186	186:198	198:210	210:222
1989	1.029	0.898	0.915	1.408	0.806	1.041	1.157	1.036	1.224
1990	1.018	1.045	1.197	1.184	0.970	1.087	1.019	0.887	0.794
1991	1.023	1.499	1.048	0.955	1.227	1.038	1.156	1.226	1.005
1992	1.253	1.076	1.069	1.073	1.248	1.296	1.026	1.022	1.023
1993	0.919	0.949	1.092	1.055	0.936	0.989	0.882	0.962	1.023
1994	0.966	1.094	1.095	1.105	1.062	1.148	0.958	1.033	1.132
1995	1.077	1.151	1.034	1.068	1.037	1.034	0.956	0.944	1.026
1996	0.977	1.153	0.959	1.010	0.950	1.003	0.735	1.195	0.963
1997	1.032	1.034	1.019	1.250	1.121	0.952	1.082	0.911	
1998	1.074	1.034	0.960	1.133	0.977	1.118	1.036		
1999	1.009	0.854	1.163	0.892	1.056	1.029			
2000	1.244	0.946	0.805	1.151	0.941				
2001	1.103	0.928	1.204	0.975					
2002	1.151	1.067	0.908						
2003	1.054	0.953							
2004	1.046								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.061	1.045	1.033	1.097	1.028	1.067	1.001	1.024	1.024
Wtd Avg. All - Incremental	1.057	1.024	1.010	1.086	1.012	1.061	0.988	1.006	1.023
Wtd Latest Five - Incremental	1.128	0.982	0.976	1.085	1.011	1.036	0.974	0.986	1.024
Wtd Avg. All - Cumulative	1.432	1.356	1.323	1.311	1.207	1.192	1.124	1.137	1.131
Wtd Latest Five - Cumulative	1.347	1.194	1.216	1.246	1.149	1.137	1.097	1.126	1.142

Incurred Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of June 30, 2014

Year of Birth	222	234	246	258	270	282	294	306
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1989	28,286,653	28,505,029	27,380,541	25,392,567	26,078,544	25,583,011	27,677,735	26,130,306
1990	14,903,971	14,722,906	13,314,815	10,443,544	10,543,426	11,502,134	10,679,745	
1991	23,727,688	22,632,939	22,464,393	23,417,200	28,680,600	26,261,037		
1992	45,578,473	46,132,418	46,942,773	54,019,068	50,858,701			
1993	46,809,981	42,703,727	47,865,858	43,368,001				
1994	18,343,661	20,271,152	20,099,883					
1995	28,328,564	30,052,961						
1996	27,630,418							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								
	222:234	234:246	246:258	258:270	270:282	282:294	294:306	306:Ult.
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1989	1.008	0.961	0.927	1.027	0.981	1.082	0.944	
1990	0.988	0.904	0.784	1.010	1.091	0.929		
1991	0.954	0.993	1.042	1.225	0.916			
1992	1.012	1.018	1.151	0.941				
1993	0.912	1.121	0.906					
1994	1.105	0.992						
1995	1.061							
1996								
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
Simple Avg. - Incremental	1.006	0.998	0.962	1.051	0.996	1.005	0.944	
Wtd Avg. All - Incremental	0.995	1.018	0.992	1.026	0.970	1.034	0.944	
Wtd Latest Five - Incremental	0.994	1.029	0.992	1.026	0.970	1.034	0.944	
Wtd Avg. All - Cumulative	1.105	1.111	1.091	1.101	1.073	1.106	1.070	1.133
Wtd Latest Five - Cumulative	1.116	1.123	1.091	1.101	1.073	1.106	1.070	1.133

Paid Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of June 30, 2014

Year of Birth	6	18	30	42	54	66	78	90	102
1989			737,761	1,575,683	2,526,676	3,426,415	3,877,920	4,320,613	4,695,953
1990		126,212	406,642	1,006,888	1,033,163	1,353,541	1,570,161	1,693,306	1,801,225
1991	0	217,966	227,860	361,949	736,379	1,036,420	1,138,640	1,232,985	1,274,452
1992	0	14,878	280,273	1,184,889	2,054,328	2,425,417	2,746,438	3,012,442	3,270,829
1993	0	8,767	375,416	1,153,823	1,783,138	2,641,956	3,653,947	4,379,757	5,085,693
1994	0	204,150	1,070,112	1,416,204	1,808,857	2,591,089	2,882,779	3,202,435	3,479,399
1995	0	4,100	241,477	786,200	1,207,474	1,277,718	1,477,491	1,555,634	1,695,451
1996	0	111,465	719,691	983,344	1,474,129	1,926,876	2,580,219	2,943,018	3,219,537
1997	0	15,895	729,555	1,056,879	1,304,546	1,971,112	2,491,681	2,900,190	3,161,970
1998	0	202,601	869,140	1,824,629	2,477,207	2,969,161	3,430,265	4,831,945	5,422,828
1999	0	649,336	1,117,373	1,483,825	2,171,519	2,630,439	3,070,601	3,461,350	4,517,664
2000	0	577,224	891,040	1,476,018	1,979,132	2,187,953	2,394,369	2,548,543	2,712,139
2001	0	234,899	540,231	1,370,509	1,698,716	2,128,449	3,058,420	3,437,026	3,752,889
2002	0	230,888	837,344	1,641,126	2,372,991	3,084,857	3,999,375	5,381,684	6,314,347
2003	0	220,389	494,889	623,346	747,012	1,211,879	1,682,637	1,837,937	2,044,792
2004	0	127,384	510,567	1,099,110	1,553,208	2,053,102	2,327,184	2,821,405	3,106,130
2005	0	3,473	212,100	955,551	1,830,956	2,551,192	3,666,673	4,468,669	4,954,951
2006	0	27,913	460,129	792,729	1,829,805	2,667,024	4,515,777	5,308,608	5,949,838
2007	0	116,758	781,788	1,697,458	2,774,151	3,682,281	4,712,146	5,625,506	
2008	0	133,665	530,545	1,127,649	1,819,684	2,176,881	2,591,781		
2009	0	481,931	1,060,536	2,041,227	2,913,743	3,418,634			
2010	0	357,099	1,095,421	1,514,450	1,950,349				
2011	813	93,908	389,589	1,331,465					
2012	58	50,351	426,059						
2013	0	323,461							
2014	0								
	6:18	18:30	30:42	42:54	54:66	66:78	78:90	90:102	102:114
1989			2.136	1.604	1.356	1.132	1.114	1.087	1.118
1990		3.222	2.476	1.026	1.310	1.160	1.078	1.064	1.050
1991		1.045	1.588	2.034	1.407	1.099	1.083	1.034	1.038
1992		18.838	4.228	1.734	1.181	1.132	1.097	1.086	1.067
1993		42.821	3.073	1.545	1.482	1.383	1.199	1.161	1.170
1994		5.242	1.323	1.277	1.432	1.113	1.111	1.086	1.045
1995		58.897	3.256	1.536	1.058	1.156	1.053	1.090	1.102
1996		6.457	1.366	1.499	1.307	1.339	1.141	1.094	1.103
1997		45.898	1.449	1.234	1.511	1.264	1.164	1.090	1.113
1998		4.290	2.099	1.358	1.199	1.155	1.409	1.122	1.133
1999		1.721	1.328	1.463	1.211	1.167	1.127	1.305	1.136
2000		1.544	1.657	1.341	1.106	1.094	1.064	1.064	1.067
2001		2.300	2.537	1.239	1.253	1.437	1.124	1.092	1.073
2002		3.627	1.960	1.446	1.300	1.296	1.346	1.173	1.154
2003		2.246	1.260	1.198	1.622	1.388	1.092	1.113	1.143
2004		4.008	2.153	1.413	1.322	1.133	1.212	1.101	1.071
2005		61.071	4.505	1.916	1.393	1.437	1.219	1.109	1.099
2006		16.484	1.723	2.308	1.458	1.693	1.176	1.121	
2007		6.696	2.171	1.634	1.327	1.280	1.194		
2008		3.969	2.125	1.614	1.196	1.191			
2009		2.201	1.925	1.427	1.173				
2010		3.068	1.383	1.288					
2011	115.499	4.149	3.418						
2012	871.125	8.462							
2013									
Simple Avg. - Incremental		13.402	2.223	1.506	1.315	1.253	1.158	1.111	1.099
Wtd Avg. All - Incremental		3.388	1.955	1.474	1.297	1.258	1.175	1.120	1.109
Wtd Latest Five - Incremental		3.135	1.999	1.574	1.298	1.357	1.187	1.129	1.112
Wtd Avg. All - Cumulative		288.103	85.036	43.493	29.512	22.754	18.085	15.388	13.739
Wtd Latest Five - Cumulative		354.218	112.972	56.512	35.914	27.670	20.395	17.185	15.225

Paid Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of June 30, 2014

Year of Birth	114	126	138	150	162	174	186	198	210
1989	5,252,284	5,622,825	5,965,918	7,299,463	7,607,685	7,982,902	8,360,892	8,757,433	9,154,237
1990	1,892,082	1,970,220	2,036,656	2,145,231	2,329,896	2,591,149	2,909,738	3,190,047	3,448,211
1991	1,323,246	1,434,273	1,541,262	1,679,128	1,804,460	1,923,715	2,068,767	2,215,424	2,649,543
1992	3,489,771	3,716,944	3,971,448	4,348,313	4,719,636	5,015,513	5,350,337	5,711,745	6,202,467
1993	5,952,664	6,790,011	7,460,067	8,221,473	9,131,280	9,894,163	10,523,389	11,268,124	11,959,413
1994	3,636,977	3,698,974	3,995,922	4,462,542	4,540,067	4,613,862	4,804,771	4,953,866	5,123,184
1995	1,868,856	2,126,925	2,859,667	3,111,355	3,586,348	3,649,867	4,120,226	5,429,439	5,762,192
1996	3,551,223	3,890,068	4,170,355	4,530,198	4,842,164	5,300,461	5,725,637	6,155,040	6,475,092
1997	3,518,363	3,800,226	4,285,502	4,818,118	5,624,377	6,189,241	6,789,138	7,813,572	8,422,486
1998	6,141,804	6,744,677	7,689,796	8,567,295	9,716,416	10,739,391	11,855,239	13,209,667	
1999	5,133,324	5,840,237	6,525,535	7,334,228	8,021,213	8,556,577	9,230,473		
2000	2,893,939	3,104,846	3,398,686	3,628,873	3,881,730	4,210,666			
2001	4,024,983	4,368,255	4,666,074	5,076,601	5,529,413				
2002	7,285,986	8,190,312	9,308,936	10,648,056					
2003	2,337,568	2,627,007	2,924,769						
2004	3,327,953	3,663,687							
2005	5,446,402								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	114:126	126:138	138:150	150:162	162:174	174:186	186:198	198:210	210:222
1989	1.071	1.061	1.224	1.042	1.049	1.047	1.047	1.045	1.039
1990	1.041	1.034	1.053	1.086	1.112	1.123	1.096	1.081	1.031
1991	1.084	1.075	1.089	1.075	1.066	1.075	1.071	1.196	1.193
1992	1.065	1.068	1.095	1.085	1.063	1.067	1.068	1.086	1.086
1993	1.141	1.099	1.102	1.111	1.084	1.064	1.071	1.061	1.061
1994	1.017	1.080	1.117	1.017	1.016	1.041	1.031	1.034	1.029
1995	1.138	1.345	1.088	1.153	1.018	1.129	1.318	1.061	1.076
1996	1.095	1.072	1.086	1.069	1.095	1.080	1.075	1.052	1.070
1997	1.080	1.128	1.124	1.167	1.100	1.097	1.151	1.078	
1998	1.098	1.140	1.114	1.134	1.105	1.104	1.114		
1999	1.138	1.117	1.124	1.094	1.067	1.079			
2000	1.073	1.095	1.068	1.070	1.085				
2001	1.085	1.068	1.088	1.089					
2002	1.124	1.137	1.144						
2003	1.124	1.113							
2004	1.101								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.092	1.109	1.108	1.092	1.072	1.082	1.104	1.077	1.073
Wtd Avg. All - Incremental	1.097	1.108	1.118	1.094	1.074	1.079	1.099	1.067	1.065
Wtd Latest Five - Incremental	1.105	1.112	1.116	1.114	1.091	1.095	1.128	1.060	1.065
Wtd Avg. All - Cumulative	12.394	11.301	10.204	9.129	8.346	7.772	7.200	6.551	6.141
Wtd Latest Five - Cumulative	13.697	12.397	11.153	9.993	8.972	8.226	7.509	6.656	6.282

Paid Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of June 30, 2014

Year of Birth	222	234	246	258	270	282	294	306
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1989	9,515,104	9,815,182	10,053,595	10,306,901	10,675,697	11,086,156	11,550,277	12,139,977
1990	3,553,591	3,673,920	3,781,758	3,930,129	4,061,860	4,219,370	4,505,182	
1991	3,161,993	3,726,468	4,193,012	4,594,245	5,553,441	6,065,420		
1992	6,732,853	7,432,076	8,023,885	8,661,480	9,602,446			
1993	12,692,601	13,486,198	14,347,378	15,420,678				
1994	5,269,355	5,426,362	5,719,119					
1995	6,202,724	6,817,735						
1996	6,929,220							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								
	222:234	234:246	246:258	258:270	270:282	282:294	294:306	306:Ult.
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1989	1.032	1.024	1.025	1.036	1.038	1.042	1.051	
1990	1.034	1.029	1.039	1.034	1.039	1.068		
1991	1.179	1.125	1.096	1.209	1.092			
1992	1.104	1.080	1.079	1.109				
1993	1.063	1.064	1.075					
1994	1.030	1.054						
1995	1.099							
1996								
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
Simple Avg. - Incremental	1.077	1.063	1.063	1.097	1.056	1.055	1.051	
Wtd Avg. All - Incremental	1.069	1.059	1.062	1.087	1.053	1.049	1.051	
Wtd Latest Five - Incremental	1.083	1.069	1.062	1.087	1.053	1.049	1.051	
Wtd Avg. All - Cumulative	5.768	5.396	5.097	4.798	4.413	4.190	3.994	3.800
Wtd Latest Five - Cumulative	5.899	5.447	5.097	4.798	4.413	4.190	3.994	3.800

Evaluated As of June 30, 2014

Year of Birth C.Y Ending	1989 6/30/1989	1990 6/30/1990	1991 6/30/1991	1992 6/30/1992	1993 6/30/1993	1994 6/30/1994	1995 6/30/1995	1996 6/30/1996	1997 6/30/1997
Assumptions:									
I. Incremental Paid Inflation Per Year									
A. Accident Year - 1/1 to 12/31 (a)	1.75%	1.75%	1.49%	1.46%	1.62%	1.30%	1.00%	1.09%	0.91%
B. Calendar Year - 7/1 to 6/30 (b)	1.75%	1.75%	1.62%	1.47%	1.54%	1.46%	1.15%	1.05%	1.00%
II. Case O/S Inflation Per Year									
A. Accident Year - 1/1 to 12/31 (a)	0.81%	0.81%	0.53%	0.47%	0.42%	0.39%	0.35%	0.37%	0.24%
B. Calendar Year - 7/1 to 6/30	0.81%	0.81%	0.67%	0.50%	0.44%	0.40%	0.37%	0.36%	0.30%
III. Incurred Inflation Per Year - Wtd Avg. of Pd & O/S - (10 % / 90 %)									
A. Accident Year - 1/1 to 12/31	0.90%	0.90%	0.63%	0.57%	0.54%	0.48%	0.41%	0.44%	0.31%
B. Calendar Year - 7/1 to 6/30	0.90%	0.90%	0.76%	0.60%	0.55%	0.51%	0.45%	0.43%	0.37%

Year of Birth	6	18	30	42	54	66	78	90	102
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Case Outstanding Loss & ALAE - Inflation Factors - Based on Accident Year Factors

1989	1.000	1.008	1.015	1.020	1.024	1.029	1.032	1.036	1.039
1990	1.000	1.007	1.012	1.016	1.020	1.024	1.028	1.031	1.033
1991	1.000	1.005	1.009	1.014	1.017	1.021	1.024	1.027	1.030
1992	1.000	1.004	1.008	1.012	1.016	1.019	1.021	1.025	1.028
1993	1.000	1.004	1.008	1.011	1.014	1.017	1.020	1.024	1.028
1994	1.000	1.004	1.007	1.010	1.013	1.016	1.020	1.023	1.027
1995	1.000	1.004	1.007	1.009	1.012	1.016	1.020	1.023	1.027
1996	1.000	1.003	1.006	1.009	1.012	1.016	1.019	1.023	1.026
1997	1.000	1.002	1.006	1.009	1.013	1.016	1.020	1.023	1.073
1998	1.000	1.003	1.007	1.010	1.014	1.017	1.020	1.071	1.080
1999	1.000	1.004	1.007	1.011	1.014	1.017	1.067	1.077	1.129
2000	1.000	1.004	1.007	1.010	1.013	1.063	1.073	1.125	1.176
2001	1.000	1.003	1.007	1.010	1.060	1.069	1.121	1.172	1.176
2002	1.000	1.003	1.006	1.056	1.065	1.117	1.168	1.172	1.175
2003	1.000	1.003	1.052	1.062	1.113	1.164	1.168	1.172	1.176
2004	1.000	1.049	1.059	1.110	1.160	1.164	1.168	1.172	1.177
2005	1.000	1.009	1.058	1.106	1.110	1.113	1.117	1.122	1.232
2006	1.000	1.049	1.096	1.100	1.104	1.108	1.112	1.222	1.227
2007	1.000	1.046	1.049	1.053	1.056	1.061	1.165	1.170	
2008	1.000	1.004	1.007	1.010	1.015	1.114	1.119		
2009	1.000	1.003	1.007	1.011	1.110	1.115			
2010	1.000	1.004	1.008	1.107	1.112				
2011	1.000	1.004	1.103	1.108					
2012	1.000	1.098	1.103						
2013	1.000	1.004							
2014	1.000								

Incremental Paid Loss & ALAE - Inflation Factors - Based on Accident Year Factors

1989	1.000	1.017	1.034	1.049	1.065	1.081	1.093	1.105	1.116
1990	1.000	1.016	1.031	1.047	1.062	1.075	1.086	1.097	1.107
1991	1.000	1.015	1.030	1.045	1.057	1.068	1.079	1.089	1.099
1992	1.000	1.015	1.030	1.042	1.053	1.063	1.073	1.083	1.094
1993	1.000	1.015	1.026	1.037	1.047	1.057	1.067	1.077	1.088
1994	1.000	1.011	1.022	1.032	1.042	1.052	1.062	1.073	1.085
1995	1.000	1.010	1.021	1.030	1.040	1.050	1.060	1.072	1.084
1996	1.000	1.010	1.019	1.029	1.039	1.049	1.061	1.073	1.086
1997	1.000	1.009	1.019	1.029	1.039	1.051	1.062	1.075	1.090
1998	1.000	1.009	1.019	1.030	1.041	1.053	1.065	1.080	1.093
1999	1.000	1.010	1.020	1.031	1.043	1.055	1.070	1.083	1.096
2000	1.000	1.010	1.022	1.033	1.045	1.060	1.073	1.085	1.099
2001	1.000	1.011	1.022	1.035	1.049	1.062	1.074	1.088	1.237
2002	1.000	1.011	1.023	1.038	1.050	1.062	1.075	1.223	1.232
2003	1.000	1.012	1.026	1.039	1.051	1.064	1.210	1.219	1.230
2004	1.000	1.014	1.026	1.038	1.051	1.195	1.205	1.215	1.226
2005	1.000	1.012	1.024	1.036	1.179	1.188	1.198	1.209	1.217
2006	1.000	1.012	1.024	1.165	1.174	1.184	1.195	1.203	1.209
2007	1.000	1.012	1.152	1.160	1.171	1.181	1.189	1.196	
2008	1.000	1.137	1.146	1.156	1.167	1.174	1.181		
2009	1.000	1.008	1.017	1.026	1.033	1.038			
2010	1.000	1.009	1.018	1.025	1.030				
2011	1.000	1.009	1.016	1.021					
2012	1.000	1.007	1.012						
2013	1.000	1.005							
2014	1.000								

Notes: (a) See Appendix B, Exhibits I and II.

(b) These are interpolated inflation factors. Except for calendar years ending 6/30/2008, 6/30/2009 and 6/30/2010, they are not interpolated due to the change in hourly rate for nursing care by parents from \$9.70 to \$15.00 occurred for paid losses before and after July 1, 2008.

Evaluated As of June 30, 2014

Year of Birth C.Y Ending	1998 6/30/1998	1999 6/30/1999	2000 6/30/2000	2001 6/30/2001	2002 6/30/2002	2003 6/30/2003	2004 6/30/2004	2005 6/30/2005	2006 6/30/2006
Assumptions:									
I. Incremental Paid Inflation Per Year									
A. Accident Year - 1/1 to 12/31 (a)	0.92%	0.97%	0.98%	1.05%	1.22%	0.99%	1.42%	1.41%	0.99%
B. Calendar Year - 7/1 to 6/30 (b)	0.92%	0.94%	0.97%	1.01%	1.13%	1.10%	1.20%	1.41%	1.20%
II. Case O/S Inflation Per Year									
A. Accident Year - 1/1 to 12/31 (a)	0.26%	0.35%	0.42%	0.30%	0.38%	0.29%	4.94%	0.87%	4.86%
B. Calendar Year - 7/1 to 6/30	0.25%	0.30%	0.38%	0.36%	0.34%	0.33%	0.29%	4.94%	0.87%
III. Incurred Inflation Per Year - Wtd Avg. of Pd & O/S - (10 % / 90 %)									
A. Accident Year - 1/1 to 12/31	0.32%	0.41%	0.47%	0.38%	0.46%	0.36%	4.59%	0.92%	4.47%
B. Calendar Year - 7/1 to 6/30	0.32%	0.37%	0.44%	0.42%	0.42%	0.41%	0.38%	4.59%	0.90%

Year of Birth	114	126	138	150	162	174	186	198	210
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Case Outstanding Loss & ALAE - Inflation Factors - Based on Accident Year Factors

1989	1.042	1.045	1.049	1.053	1.056	1.060	1.063	1.115	1.125
1990	1.037	1.041	1.044	1.048	1.051	1.054	1.106	1.116	1.170
1991	1.034	1.037	1.041	1.044	1.047	1.099	1.109	1.162	1.215
1992	1.032	1.036	1.039	1.042	1.094	1.103	1.157	1.209	1.213
1993	1.031	1.034	1.037	1.089	1.098	1.151	1.204	1.208	1.212
1994	1.030	1.033	1.084	1.094	1.147	1.199	1.203	1.207	1.211
1995	1.029	1.080	1.090	1.143	1.195	1.199	1.203	1.207	1.212
1996	1.077	1.086	1.139	1.190	1.195	1.198	1.203	1.208	1.326
1997	1.083	1.135	1.187	1.191	1.195	1.199	1.204	1.322	1.328
1998	1.132	1.184	1.188	1.192	1.196	1.201	1.319	1.325	
1999	1.180	1.184	1.188	1.192	1.197	1.315	1.321		
2000	1.180	1.184	1.188	1.193	1.310	1.316			
2001	1.179	1.184	1.189	1.306	1.311				
2002	1.180	1.185	1.301	1.307					
2003	1.181	1.297	1.303						
2004	1.293	1.299							
2005	1.238								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									

Incremental Paid Loss & ALAE - Inflation Factors - Based on Accident Year Factors

1989	1.126	1.137	1.148	1.159	1.172	1.185	1.200	1.216	1.231
1990	1.117	1.128	1.139	1.152	1.165	1.179	1.196	1.210	1.224
1991	1.110	1.121	1.134	1.146	1.160	1.177	1.191	1.204	1.219
1992	1.105	1.117	1.130	1.143	1.159	1.173	1.187	1.202	1.367
1993	1.100	1.113	1.126	1.142	1.156	1.169	1.183	1.346	1.356
1994	1.097	1.110	1.125	1.139	1.152	1.166	1.327	1.337	1.349
1995	1.097	1.113	1.126	1.139	1.153	1.312	1.322	1.333	1.345
1996	1.101	1.114	1.127	1.141	1.298	1.308	1.320	1.331	1.340
1997	1.103	1.116	1.130	1.285	1.295	1.307	1.318	1.327	1.334
1998	1.106	1.120	1.273	1.283	1.295	1.306	1.315	1.322	
1999	1.109	1.262	1.271	1.283	1.294	1.303	1.310		
2000	1.249	1.259	1.270	1.282	1.290	1.297			
2001	1.246	1.257	1.269	1.277	1.284				
2002	1.243	1.254	1.263	1.270					
2003	1.241	1.249	1.256						
2004	1.234	1.241							
2005	1.224								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									

Notes: (a) See Appendix B, Exhibits I and II.

(b) These are interpolated inflation factors. Except for calendar years ending 6/30/2008, 6/30/2009 and 6/30/2010, they are not interpolated due to the change in hourly rate for nursing care by parents from \$9.70 to \$15.00 occurred for paid losses before and after July 1, 2008.

Evaluated As of June 30, 2014

Year of Birth C.Y Ending	2007 6/30/2007	2008 6/30/2008	2009 6/30/2009	2010 6/30/2010	2011 6/30/2011	2012 6/30/2012	2013 6/30/2013	2014 6/30/2014
Assumptions:								
I. Incremental Paid Inflation Per Year								
A. Accident Year - 1/1 to 12/31 (a)	1.32%	6.50%	7.62%	0.78%	1.00%	0.78%	0.57%	0.52%
B. Calendar Year - 7/1 to 6/30 (b)	1.15%	1.24%	13.74%	0.77%	0.89%	0.89%	0.67%	0.55%
II. Case O/S Inflation Per Year								
A. Accident Year - 1/1 to 12/31 (a)	0.50%	4.55%	0.35%	0.29%	0.42%	9.83%	0.72%	0.17%
B. Calendar Year - 7/1 to 6/30	4.86%	4.55%	0.35%	0.32%	0.36%	0.42%	9.83%	0.45%
III. Incurred Inflation Per Year - Wtd Avg. of Pd & O/S - (10 % / 90 %)								
A. Accident Year - 1/1 to 12/31	0.58%	4.75%	1.08%	0.34%	0.48%	8.92%	0.71%	0.20%
B. Calendar Year - 7/1 to 6/30	4.49%	4.22%	1.69%	0.36%	0.41%	0.47%	8.91%	0.46%

Year of Birth	222	234	246	258	270	282	294	306
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Case Outstanding Loss & ALAE - Inflation Factors - Based on Accident Year Factors

1989	1.180	1.233	1.238	1.242	1.246	1.251	1.374	1.380
1990	1.223	1.228	1.232	1.236	1.241	1.363	1.369	
1991	1.220	1.223	1.228	1.233	1.354	1.360		
1992	1.217	1.222	1.227	1.347	1.353			
1993	1.216	1.221	1.341	1.347				
1994	1.217	1.336	1.342					
1995	1.331	1.337						
1996	1.332							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								

Incremental Paid Loss & ALAE - Inflation Factors - Based on Accident Year Factors

1989	1.245	1.261	1.434	1.445	1.458	1.471	1.481	1.489
1990	1.239	1.409	1.420	1.433	1.445	1.455	1.463	
1991	1.387	1.397	1.410	1.422	1.432	1.440		
1992	1.377	1.389	1.402	1.411	1.419			
1993	1.368	1.381	1.390	1.397				
1994	1.361	1.370	1.377					
1995	1.354	1.362						
1996	1.348							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								

Notes: (a) See Appendix B, Exhibits I and II.

(b) These are interpolated inflation factors. Except for calendar years ending 6/30/2008, 6/30/2009 and 6/30/2010, they are not interpolated due to the change in hourly rate for nursing care by parents from \$9.70 to \$15.00 occurred for paid losses before and after July 1, 2008.

Ultimate Accepted Claim Counts
Evaluated As of June 30, 2014

Year of Birth	Actual (a) Accepted Claim Cts. @ 6/30/14	Reported Claim Cts. (b) @ 6/30/14	Loss Development Factors		Indicated Ultimate Reported Claim Cts. (3) x (5)	Ratio of Accepted to Reported Claims (2) / (3)	Estimated Ultimate Accepted Claim Cts. (c)
			Incremental	Cumulative			
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	15	32	1.000	1.000	32.0	0.46875	15
1990	10	39	1.000	1.000	39.0	0.25641	10
1991	8	38	1.000	1.000	38.0	0.21053	8
1992	14	48	1.000	1.000	48.0	0.29167	14
1993	15	40	1.000	1.000	40.0	0.37500	15
1994	16	36	1.000	1.000	36.0	0.44444	16
1995	11	26	1.000	1.000	26.0	0.42308	11
1996	17	40	1.000	1.000	40.0	0.42500	17
1997	17	47	1.000	1.000	47.0	0.36170	17
1998	17	42	1.000	1.000	42.0	0.40476	17
1999	18	40	1.000	1.000	40.0	0.45000	18
2000	13	38	1.000	1.000	38.0	0.34211	13
2001	13	41	1.000	1.000	41.0	0.31707	13
2002	22	50	1.000	1.000	50.0	0.44000	22
2003	9	23	1.000	1.000	23.0	0.39130	9
2004	13	31	1.000	1.000	31.0	0.41935	13
2005	13	41	1.000	1.000	41.0	0.31707	13
2006	13	33	1.000	1.000	33.0	0.39394	13
2007	15	35	1.000	1.000	35.0	0.42857	15
2008	11	37	1.010	1.010	37.4	0.29730	11
2009	16	43	1.065	1.076	46.3		17
2010	14	34	1.175	1.264	43.0		16
2011	12	32	1.150	1.453	46.5		16
2012	9	27	1.625	2.362	63.8		18
2013	5	9	2.500	5.905	53.1		18
2014 (6 Mo)	-	-	6.000	35.428	-		9
Totals:	336	902			1,010		374

Notes:(a) Based on individual claim detail provided by NICA as of June 30, 2014.

(b) See Exhibit X, Sheets 2a, 2b and 2c.

(c) Based on Column (2) for birth years 2008 and prior. See Exhibit X, Sheet 1b for birth years 2009 and subsequent.

Development of Ultimate Accepted Claim Counts (B/F Estimate)
Evaluated As of June 30, 2014

Year of Birth	Actual (a) Accepted Claim Cts. @ 6/30/14	Reported (a) Claim Cts. @ 6/30/14	Insured Physicians	Claim Frequency per Insured Physician Based on :		Ratio of Accepted to Reported Claims (2) / (3)
				Accepted Claim Cts. (2) / (4)	Reported Claims (3) / (4)	
				(5)	(6)	
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1989	15	32	570	0.0263	0.0561	0.4688
1990	10	39	590	0.0169	0.0661	0.2564
1991	8	38	653	0.0123	0.0582	0.2105
1992	14	48	712	0.0197	0.0674	0.2917
1993	15	40	731	0.0205	0.0547	0.3750
1994	16	36	659	0.0243	0.0546	0.4444
1995	11	26	682	0.0161	0.0381	0.4231
1996	17	40	708	0.0240	0.0565	0.4250
1997	17	47	737	0.0231	0.0638	0.3617
1998	17	42	699	0.0243	0.0601	0.4048
1999	18	40	665	0.0271	0.0602	0.4500
2000	13	38	620	0.0210	0.0613	0.3421
2001	13	41	676	0.0192	0.0607	0.3171
2002	22	50	730	0.0301	0.0685	0.4400
2003	9	23	785	0.0115	0.0293	0.3913
2004	13	31	841	0.0155	0.0369	0.4194
2005	13	41	891	0.0146	0.0460	0.3171
2006	13	33	897	0.0145	0.0368	0.3939
2007	15	35	963	0.0156	0.0363	0.4286
2008	11	37	987	0.0111	0.0375	0.2973
Subtotals:						
89 to 08	280	757	14,796	0.0189	0.0512	0.3699
89 to 02	206	557	9,432	0.0218	0.0591	0.3698
03 to 08	74	200	5,364	0.0138	0.0373	0.3700
04 to 08	65	177	4,579	0.0142	0.0387	0.3672
Selected Frequency =====>				0.0150	0.0400	0.3750

Year of Birth	Actual (a) Accepted Claim Cts. @ 6/30/14	Reported Claims (a) @ 6/30/14	Insured Physicians @ 6/30/14	Estimated Claim Reporting Pattern - Based on :		Estimated (b) B/F Method Ultimate Reported (9) + {[1-(12)] X [(10) X (6)Sel]}]	Estimated Ultimate Accepted Based on		Final Selected Ultimate Accepted Claim Cts.
				Accepted	Reported		Reported Claim Cts. (13) X (7) Sel.	Accepted (b) (8) + {[1-(11)] X [(10) X (5)Sel]}]	
				(11)	(12)		(14)	(15)	
(1)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
2009	16	43	1,044	98.52%	92.97%	45.94	17.23	16.23	17
2010	14	34	1,071	91.65%	79.12%	42.94	16.10	15.34	16
2011	12	32	1,091	81.47%	68.80%	45.62	17.11	15.03	16
2012	9	27	1,119	49.37%	42.34%	52.81	19.80	17.50	18
2013	5	9	1,143	24.69%	16.94%	46.98	17.62	17.91	18
2014 (6 Mo)	-	-	1,175	2.47%	2.82%	22.84	8.56	8.59	9
Subtotals:									
	56	145	6,643			257.12	96.42	90.61	94.00

Notes:(a) Based on individual claim detail provided by NICA as of June 30, 2014. See Exhibit X, Sheet 1a.

(b) The formula shown below is adjusted by a factor of 0.5 for the 2014 birth year to account for only a six month period.

Reported Claim Counts
Evaluated As of June 30, 2014

Year of Birth	6	18	30	42	54	66	78	90	102
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1989		2	10	19	23	27	30	31	32
1990	0	2	12	24	27	35	37	38	39
1991	0	5	11	23	29	32	34	35	37
1992	0	5	20	37	41	45	47	48	48
1993	0	4	23	33	35	36	40	40	40
1994	0	10	24	31	31	36	36	36	36
1995	0	3	12	18	22	25	25	26	26
1996	0	6	15	21	27	37	39	39	39
1997	0	4	19	29	37	44	47	47	47
1998	0	9	21	32	34	38	42	42	42
1999	0	11	16	27	30	36	40	40	40
2000	0	13	19	30	32	37	38	38	38
2001	0	5	16	27	33	38	41	41	41
2002	0	11	24	36	40	46	50	50	50
2003	0	5	10	13	17	21	21	22	23
2004	0	4	12	17	21	25	30	30	31
2005	0	5	16	27	31	37	39	40	41
2006	0	6	12	20	24	31	33	33	33
2007	0	4	15	26	29	32	32	35	
2008	0	5	15	23	26	34	37		
2009	0	11	17	32	36	43			
2010	0	11	17	29	34				
2011	2	8	18	32					
2012	1	6	27						
2013	1	9							
2014	0								
	6:18	18:30	30:42	42:54	54:66	66:78	78:90	90:102	102:114
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1989		5.000	1.900	1.211	1.174	1.111	1.033	1.032	1.000
1990		6.000	2.000	1.125	1.296	1.057	1.027	1.026	1.000
1991		2.200	2.091	1.261	1.103	1.063	1.029	1.057	1.000
1992		4.000	1.850	1.108	1.098	1.044	1.021	1.000	1.000
1993		5.750	1.435	1.061	1.029	1.111	1.000	1.000	1.000
1994		2.400	1.292	1.000	1.161	1.000	1.000	1.000	1.000
1995		4.000	1.500	1.222	1.136	1.000	1.040	1.000	1.000
1996		2.500	1.400	1.286	1.370	1.054	1.000	1.000	1.026
1997		4.750	1.526	1.276	1.189	1.068	1.000	1.000	1.000
1998		2.333	1.524	1.063	1.118	1.105	1.000	1.000	1.000
1999		1.455	1.688	1.111	1.200	1.111	1.000	1.000	1.000
2000		1.462	1.579	1.067	1.156	1.027	1.000	1.000	1.000
2001		3.200	1.688	1.222	1.152	1.079	1.000	1.000	1.000
2002		2.182	1.500	1.111	1.150	1.087	1.000	1.000	1.000
2003		2.000	1.300	1.308	1.235	1.000	1.048	1.045	1.000
2004		3.000	1.417	1.235	1.190	1.200	1.000	1.033	1.000
2005		3.200	1.688	1.148	1.194	1.054	1.026	1.025	1.000
2006		2.000	1.667	1.200	1.292	1.065	1.000	1.000	
2007		3.750	1.733	1.115	1.103	1.000	1.094		
2008		3.000	1.533	1.130	1.308	1.088			
2009		1.545	1.882	1.125	1.194				
2010		1.545	1.706	1.172					
2011	4.000	2.250	1.778						
2012	6.000	4.500							
2013	9.000								
Simple Avg. - Incremental	6.333	3.084	1.638	1.162	1.183	1.066	1.017	1.012	1.002
Wtd Avg. All - Incremental	40.500	2.587	1.620	1.148	1.176	1.066	1.014	1.010	1.002
Wtd Latest Five - Incremental	11.250	2.293	1.732	1.146	1.212	1.075	1.032	1.017	1.000
Selected Incremental - Prior 6/30/13	6.000	2.500	1.700	1.150	1.175	1.065	1.010	1.000	1.000
Selected - Incremental	6.000	2.500	1.625	1.150	1.175	1.065	1.010	1.000	1.000
Selected - Cumulative	35.428	5.905	2.362	1.453	1.264	1.076	1.010	1.000	1.000

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Payment Patterns After Consideration of Estimated Mortality - 2014 Level Basis (a)

Calendar Year	Birth Year 2002	Birth Year 2003	Birth Year 2004	Birth Year 2005	Birth Year 2006	Birth Year 2007	Birth Year 2008	Birth Year 2009	Birth Year 2010	Birth Year 2011	Birth Year 2012	Birth Year 2013	Birth Year 2014
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
Percent of Remaining (O/S) Loss & Expense Payments By Calendar Year - Future Payments Based on 2014 Level - After Mortality													
2014	1.56%	2.18%	0.71%	0.59%	0.62%	0.62%	0.65%	0.85%	0.96%	0.84%	1.04%	0.79%	0.42%
2015	1.63%	2.43%	1.93%	1.41%	1.16%	1.22%	1.22%	1.29%	1.68%	1.89%	1.66%	2.03%	1.57%
2016	2.52%	3.54%	1.63%	1.91%	1.63%	1.15%	1.20%	1.20%	1.26%	1.65%	1.85%	1.63%	2.01%
2017	2.47%	3.40%	1.59%	1.61%	1.88%	1.38%	1.13%	1.19%	1.18%	1.24%	1.62%	1.82%	1.61%
2018	2.66%	3.76%	1.80%	1.57%	1.59%	1.86%	1.36%	1.12%	1.17%	1.16%	1.22%	1.59%	1.80%
2019	2.35%	3.20%	2.09%	1.77%	1.55%	1.57%	1.84%	1.34%	1.10%	1.14%	1.14%	1.20%	1.57%
2020	2.86%	3.78%	1.96%	2.06%	1.75%	1.53%	1.55%	1.81%	1.31%	1.08%	1.12%	1.12%	1.18%
2021	2.51%	2.95%	1.95%	1.93%	2.04%	1.73%	1.51%	1.53%	1.78%	1.29%	1.06%	1.10%	1.11%
2022	2.50%	2.87%	2.00%	1.92%	1.91%	2.01%	1.71%	1.49%	1.50%	1.75%	1.27%	1.04%	1.09%
2023	2.78%	3.27%	2.05%	1.97%	1.90%	1.88%	1.99%	1.68%	1.46%	1.47%	1.71%	1.24%	1.03%
2024	2.51%	2.63%	2.22%	2.03%	1.95%	1.88%	1.86%	1.96%	1.65%	1.44%	1.45%	1.68%	1.23%
2025	2.48%	3.44%	2.39%	2.20%	2.00%	1.93%	1.85%	1.83%	1.92%	1.62%	1.41%	1.42%	1.66%
2026	2.39%	3.29%	2.46%	2.36%	2.17%	1.98%	1.90%	1.82%	1.80%	1.89%	1.59%	1.38%	1.40%
2027	2.68%	3.71%	2.51%	2.43%	2.33%	2.14%	1.95%	1.87%	1.79%	1.77%	1.85%	1.56%	1.37%
2028	2.50%	3.38%	2.61%	2.48%	2.40%	2.30%	2.12%	1.92%	1.84%	1.76%	1.73%	1.82%	1.55%
2029	2.41%	2.91%	2.60%	2.57%	2.45%	2.37%	2.27%	2.08%	1.89%	1.81%	1.73%	1.70%	1.80%
2030	2.34%	2.83%	2.58%	2.57%	2.54%	2.42%	2.34%	2.24%	2.05%	1.85%	1.77%	1.70%	1.68%
2031	2.29%	2.73%	2.64%	2.55%	2.51%	2.39%	2.31%	2.20%	2.01%	1.82%	1.74%	1.74%	1.68%
2032	2.22%	2.60%	2.52%	2.61%	2.52%	2.51%	2.48%	2.35%	2.27%	2.16%	1.97%	1.79%	1.72%
2033	2.46%	2.84%	2.43%	2.49%	2.58%	2.49%	2.48%	2.44%	2.31%	2.22%	2.12%	1.94%	1.77%
2034	2.41%	2.80%	2.35%	2.40%	2.54%	2.46%	2.46%	2.44%	2.40%	2.27%	2.18%	2.08%	1.91%
2035	2.05%	2.26%	2.31%	2.32%	2.37%	2.43%	2.51%	2.42%	2.40%	2.35%	2.23%	2.14%	2.05%
2036	2.00%	2.16%	2.18%	2.28%	2.29%	2.34%	2.40%	2.47%	2.38%	2.35%	2.31%	2.19%	2.12%
2037	1.97%	2.07%	2.11%	2.15%	2.25%	2.26%	2.31%	2.36%	2.43%	2.33%	2.31%	2.27%	2.16%
2038	2.06%	2.16%	2.02%	2.09%	2.13%	2.23%	2.23%	2.27%	2.32%	2.39%	2.29%	2.27%	2.24%
2039	1.84%	1.85%	1.97%	1.99%	2.06%	2.10%	2.20%	2.20%	2.23%	2.28%	2.34%	2.25%	2.24%
2040	1.79%	1.77%	1.92%	1.94%	1.97%	2.04%	2.07%	2.17%	2.16%	2.19%	2.24%	2.30%	2.22%
2041	1.97%	1.96%	1.86%	1.89%	1.92%	1.95%	2.01%	2.04%	2.13%	2.12%	2.15%	2.20%	2.27%
2042	1.68%	1.58%	1.78%	1.83%	1.87%	1.90%	1.92%	1.98%	2.01%	2.09%	2.08%	2.11%	2.17%
2043	1.85%	1.72%	1.75%	1.76%	1.81%	1.85%	1.87%	1.89%	1.94%	1.97%	2.05%	2.05%	2.09%
2044	1.58%	1.40%	1.72%	1.73%	1.74%	1.79%	1.82%	1.84%	1.86%	1.91%	1.93%	2.01%	2.02%
2045	1.54%	1.32%	1.66%	1.69%	1.71%	1.72%	1.77%	1.80%	1.81%	1.82%	1.87%	1.90%	1.99%
2046	1.49%	1.25%	1.60%	1.64%	1.67%	1.69%	1.70%	1.74%	1.76%	1.78%	1.79%	1.84%	1.87%
2047	1.43%	1.17%	1.53%	1.58%	1.62%	1.65%	1.67%	1.71%	1.73%	1.75%	1.75%	1.76%	1.82%
2048	1.68%	1.40%	1.49%	1.51%	1.56%	1.60%	1.63%	1.64%	1.64%	1.68%	1.70%	1.71%	1.74%
2049	1.35%	1.03%	1.45%	1.47%	1.49%	1.54%	1.58%	1.61%	1.61%	1.61%	1.65%	1.67%	1.69%
2050	1.29%	0.95%	1.41%	1.43%	1.45%	1.48%	1.53%	1.56%	1.58%	1.59%	1.58%	1.62%	1.65%
2051	1.24%	0.89%	1.36%	1.39%	1.42%	1.43%	1.46%	1.50%	1.53%	1.55%	1.56%	1.55%	1.60%
2052	1.20%	0.83%	1.28%	1.35%	1.37%	1.40%	1.41%	1.44%	1.48%	1.50%	1.52%	1.53%	1.53%
2053	1.30%	0.88%	1.25%	1.26%	1.33%	1.35%	1.38%	1.39%	1.41%	1.45%	1.47%	1.49%	1.51%
2054	1.10%	0.70%	1.21%	1.23%	1.25%	1.31%	1.34%	1.36%	1.37%	1.38%	1.42%	1.45%	1.48%
2055	1.19%	0.77%	1.18%	1.19%	1.22%	1.23%	1.30%	1.32%	1.34%	1.34%	1.36%	1.40%	1.43%
2056	1.01%	0.59%	1.13%	1.17%	1.18%	1.20%	1.22%	1.28%	1.29%	1.31%	1.32%	1.33%	1.38%
2057	0.97%	0.54%	1.08%	1.12%	1.15%	1.16%	1.19%	1.20%	1.25%	1.27%	1.29%	1.29%	1.32%
2058	1.01%	0.55%	1.05%	1.06%	1.11%	1.14%	1.15%	1.17%	1.18%	1.23%	1.25%	1.26%	1.28%
2059	0.88%	0.45%	1.00%	1.04%	1.05%	1.09%	1.13%	1.13%	1.15%	1.16%	1.21%	1.22%	1.25%
2060	0.84%	0.40%	0.97%	0.98%	1.02%	1.04%	1.08%	1.11%	1.11%	1.13%	1.14%	1.19%	1.21%
2061	0.81%	0.37%	0.93%	0.96%	0.97%	1.01%	1.02%	1.06%	1.09%	1.09%	1.11%	1.12%	1.17%
2062	0.84%	0.38%	0.88%	0.92%	0.95%	0.96%	1.00%	1.01%	1.04%	1.07%	1.07%	1.09%	1.10%
2063	0.81%	0.33%	0.85%	0.87%	0.90%	0.94%	0.95%	0.98%	0.99%	1.03%	1.05%	1.05%	1.07%

Notes: (a) Estimated percent of remaining loss and expense expected to be paid in each calendar year. The estimates are based on individual case reserve files provided by NICA. The percent of remaining loss and expense is calculated based on 2014 level estimates for each open claimant and after consideration of the remaining life expectancy for each claimant. See Appendix A, Exhibit II for illustration of calculation for Birth Year 1996.

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Payment Patterns After Consideration of Estimated Mortality - 2014 Level Basis (a)

Calendar Year	Birth Year 2002	Birth Year 2003	Birth Year 2004	Birth Year 2005	Birth Year 2006	Birth Year 2007	Birth Year 2008	Birth Year 2009	Birth Year 2010	Birth Year 2011	Birth Year 2012	Birth Year 2013	Birth Year 2014
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)

Percent of Remaining (O/S) Loss & Expense Payments By Calendar Year - Future Payments Based on 2014 Level - After Mortality

2064	0.69%	0.26%	0.81%	0.84%	0.86%	0.89%	0.92%	0.93%	0.97%	0.97%	1.01%	1.03%	1.04%
2065	0.65%	0.22%	0.80%	0.80%	0.83%	0.85%	0.88%	0.91%	0.92%	0.95%	0.95%	0.99%	1.02%
2066	0.61%	0.20%	0.74%	0.79%	0.79%	0.82%	0.83%	0.87%	0.89%	0.90%	0.93%	0.94%	0.98%
2067	0.57%	0.17%	0.70%	0.73%	0.78%	0.78%	0.81%	0.82%	0.85%	0.88%	0.88%	0.91%	0.93%
2068	0.58%	0.16%	0.67%	0.69%	0.72%	0.77%	0.77%	0.80%	0.81%	0.84%	0.86%	0.87%	0.90%
2069	0.55%	0.15%	0.64%	0.66%	0.68%	0.71%	0.76%	0.76%	0.78%	0.79%	0.82%	0.85%	0.86%
2070	0.47%	0.11%	0.62%	0.63%	0.66%	0.68%	0.70%	0.75%	0.75%	0.77%	0.78%	0.81%	0.84%
2071	0.44%	0.09%	0.58%	0.61%	0.62%	0.65%	0.67%	0.69%	0.74%	0.73%	0.75%	0.76%	0.80%
2072	0.40%	0.07%	0.55%	0.57%	0.60%	0.62%	0.64%	0.66%	0.68%	0.72%	0.72%	0.74%	0.75%
2073	0.42%	0.07%	0.51%	0.54%	0.56%	0.59%	0.61%	0.63%	0.64%	0.67%	0.71%	0.71%	0.73%
2074	0.35%	0.05%	0.48%	0.51%	0.54%	0.56%	0.59%	0.60%	0.62%	0.63%	0.66%	0.70%	0.70%
2075	0.32%	0.04%	0.46%	0.48%	0.50%	0.53%	0.55%	0.58%	0.59%	0.61%	0.62%	0.64%	0.69%
2076	0.32%	0.04%	0.43%	0.46%	0.47%	0.50%	0.52%	0.54%	0.57%	0.58%	0.60%	0.61%	0.64%
2077	0.27%	0.02%	0.40%	0.42%	0.45%	0.47%	0.49%	0.51%	0.53%	0.56%	0.57%	0.59%	0.60%
2078	0.26%	0.02%	0.37%	0.39%	0.42%	0.45%	0.46%	0.48%	0.51%	0.52%	0.55%	0.56%	0.58%
2079	0.22%	0.01%	0.36%	0.37%	0.39%	0.41%	0.44%	0.45%	0.47%	0.50%	0.51%	0.54%	0.55%
2080	0.20%	0.01%	0.33%	0.35%	0.36%	0.38%	0.41%	0.43%	0.44%	0.46%	0.49%	0.50%	0.53%
2081	0.18%	0.01%	0.30%	0.32%	0.35%	0.36%	0.38%	0.40%	0.43%	0.44%	0.46%	0.48%	0.50%
2082	0.16%	0.01%	0.27%	0.29%	0.32%	0.34%	0.35%	0.37%	0.39%	0.42%	0.43%	0.45%	0.47%
2083	0.17%	0.01%	0.25%	0.27%	0.29%	0.31%	0.34%	0.35%	0.37%	0.39%	0.41%	0.42%	0.44%
2084	0.13%	0.00%	0.23%	0.25%	0.26%	0.29%	0.31%	0.33%	0.34%	0.36%	0.38%	0.40%	0.42%
2085	0.11%	0.00%	0.21%	0.23%	0.25%	0.26%	0.28%	0.30%	0.33%	0.34%	0.35%	0.37%	0.40%
2086	0.10%	0.00%	0.19%	0.21%	0.24%	0.26%	0.28%	0.30%	0.32%	0.34%	0.33%	0.35%	0.37%
2087	0.09%	0.00%	0.17%	0.19%	0.20%	0.22%	0.24%	0.25%	0.27%	0.29%	0.32%	0.32%	0.34%
2088	0.08%	0.00%	0.15%	0.16%	0.19%	0.20%	0.22%	0.24%	0.25%	0.27%	0.29%	0.31%	0.32%
2089	0.06%	0.00%	0.13%	0.15%	0.16%	0.19%	0.20%	0.22%	0.23%	0.24%	0.26%	0.28%	0.31%
2090	0.06%	0.00%	0.12%	0.13%	0.15%	0.16%	0.18%	0.20%	0.21%	0.23%	0.24%	0.26%	0.28%
2091	0.05%	0.00%	0.10%	0.12%	0.13%	0.14%	0.16%	0.18%	0.19%	0.21%	0.22%	0.24%	0.26%
2092	0.04%	0.00%	0.09%	0.10%	0.12%	0.13%	0.14%	0.16%	0.18%	0.19%	0.20%	0.22%	0.23%
2093	0.03%	0.00%	0.08%	0.09%	0.10%	0.11%	0.13%	0.14%	0.15%	0.17%	0.19%	0.20%	0.22%
2094	0.03%	0.00%	0.06%	0.08%	0.08%	0.10%	0.11%	0.12%	0.14%	0.15%	0.17%	0.18%	0.20%
2095	0.02%	0.00%	0.05%	0.06%	0.08%	0.08%	0.10%	0.11%	0.12%	0.14%	0.15%	0.17%	0.18%
2096	0.02%	0.00%	0.04%	0.05%	0.06%	0.08%	0.08%	0.10%	0.11%	0.12%	0.13%	0.15%	0.17%
2097	0.01%	0.00%	0.04%	0.04%	0.05%	0.06%	0.07%	0.08%	0.09%	0.11%	0.12%	0.13%	0.14%
2098	0.01%	0.00%	0.03%	0.04%	0.04%	0.05%	0.06%	0.07%	0.08%	0.09%	0.10%	0.12%	0.13%
2099	0.01%	0.00%	0.02%	0.03%	0.04%	0.04%	0.05%	0.06%	0.07%	0.08%	0.09%	0.10%	0.11%
2100	0.01%	0.00%	0.02%	0.02%	0.03%	0.03%	0.04%	0.05%	0.06%	0.07%	0.08%	0.09%	0.10%
2101	0.01%	0.00%	0.01%	0.02%	0.02%	0.03%	0.03%	0.04%	0.05%	0.06%	0.07%	0.08%	0.09%
2102	0.00%	0.00%	0.01%	0.01%	0.02%	0.02%	0.03%	0.03%	0.04%	0.05%	0.06%	0.07%	0.07%
2103	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%	0.02%	0.03%	0.03%	0.04%	0.05%	0.06%	0.07%
2104	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%	0.02%	0.03%	0.03%	0.04%	0.05%	0.05%
2105	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%	0.02%	0.03%	0.03%	0.04%	0.05%
2106	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%	0.02%	0.03%	0.03%	0.04%
2107	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%	0.02%	0.03%	0.03%
2108	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%	0.02%	0.03%
2109	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%	0.02%
2110	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%	0.02%
2111	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%
2112	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%
2113	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%

Notes: (a) Estimated percent of remaining loss and expense expected to be paid in each calendar year. The estimates are based on individual case reserve files provided by NICA. The percent of remaining loss and expense is calculated based on 2014 level estimates for each open claimant and after consideration of the remaining life expectancy for each claimant. See Appendix A, Exhibit II for illustration of calculation for Birth Year 1996.

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Payment Patterns After Consideration of Estimated Mortality - 2014 Level Basis (a)

Calendar Year	Birth Year 1989	Birth Year 1990	Birth Year 1991	Birth Year 1992	Birth Year 1993	Birth Year 1994	Birth Year 1995	Birth Year 1996	Birth Year 1997	Birth Year 1998	Birth Year 1999	Birth Year 2000	Birth Year 2001
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
Percent of Remaining (O/S) Loss & Expense Payments By Calendar Year - Future Payments Based on 2014 Level - After Mortality													
2014	2.87%	3.21%	1.74%	1.69%	2.73%	1.92%	1.85%	1.69%	1.45%	1.72%	1.87%	1.36%	1.68%
2015	3.88%	4.69%	2.53%	2.43%	3.32%	1.82%	2.42%	2.26%	1.80%	2.23%	3.19%	1.92%	2.08%
2016	3.92%	6.77%	2.60%	2.63%	3.46%	2.23%	2.76%	3.34%	2.15%	2.50%	3.43%	3.15%	2.38%
2017	3.61%	6.25%	2.54%	2.64%	3.16%	2.18%	2.71%	3.15%	2.10%	2.53%	3.28%	2.97%	2.30%
2018	3.53%	6.12%	3.17%	2.85%	3.21%	2.36%	2.82%	3.91%	2.37%	2.65%	3.56%	2.85%	2.52%
2019	3.15%	5.42%	2.81%	2.67%	2.71%	2.14%	2.63%	3.45%	2.51%	2.43%	3.46%	2.68%	2.19%
2020	3.87%	5.63%	3.40%	3.11%	3.34%	2.60%	3.25%	3.89%	3.17%	3.07%	4.05%	3.21%	2.99%
2021	2.78%	4.65%	2.69%	2.62%	2.76%	2.13%	2.52%	3.10%	2.48%	2.49%	3.66%	2.39%	2.32%
2022	2.74%	4.35%	2.64%	2.52%	2.63%	2.12%	2.67%	2.95%	2.44%	2.37%	3.55%	2.72%	2.27%
2023	2.85%	4.48%	2.93%	2.86%	2.83%	2.35%	2.87%	3.46%	2.80%	2.52%	3.56%	2.73%	2.76%
2024	2.48%	3.75%	2.55%	2.45%	2.37%	1.97%	2.56%	2.95%	2.46%	2.36%	3.27%	2.43%	2.34%
2025	2.38%	3.51%	2.50%	2.47%	2.31%	1.97%	2.52%	2.82%	2.42%	2.53%	3.16%	2.30%	2.29%
2026	2.31%	3.24%	2.44%	2.53%	2.21%	1.93%	2.46%	2.69%	2.36%	2.40%	3.13%	2.17%	2.22%
2027	2.64%	3.36%	2.66%	2.78%	2.42%	2.39%	2.73%	2.88%	2.76%	2.70%	3.45%	2.99%	2.96%
2028	2.31%	3.01%	2.57%	2.70%	2.28%	2.10%	2.67%	2.51%	2.55%	2.40%	2.91%	2.44%	2.70%
2029	2.08%	2.61%	2.27%	2.43%	1.99%	1.88%	2.31%	2.36%	2.22%	2.26%	2.78%	2.23%	2.38%
2030	2.01%	2.43%	2.31%	2.32%	1.92%	1.86%	2.26%	2.26%	2.17%	2.16%	2.67%	2.11%	2.31%
2031	1.96%	2.27%	2.26%	2.27%	1.88%	1.85%	2.22%	2.18%	2.13%	2.11%	2.57%	2.00%	2.26%
2032	1.90%	2.10%	2.20%	2.21%	1.82%	1.81%	2.16%	2.09%	2.08%	2.04%	2.45%	1.89%	2.18%
2033	2.04%	2.17%	2.41%	2.54%	2.04%	2.04%	2.32%	2.26%	2.39%	2.22%	2.46%	1.90%	2.42%
2034	2.10%	2.01%	2.20%	2.38%	1.97%	2.22%	2.34%	2.14%	2.37%	2.25%	2.58%	1.98%	2.51%
2035	1.75%	1.67%	2.03%	2.07%	1.68%	1.75%	2.02%	1.86%	1.94%	1.89%	2.15%	1.60%	2.00%
2036	1.70%	1.55%	1.98%	2.01%	1.65%	1.73%	1.97%	1.79%	1.89%	1.84%	2.05%	1.52%	1.94%
2037	1.66%	1.44%	1.93%	2.02%	1.62%	1.72%	1.93%	1.73%	1.86%	1.85%	1.97%	1.44%	1.99%
2038	1.75%	1.40%	2.04%	2.12%	1.75%	1.85%	1.98%	1.81%	2.05%	1.84%	1.87%	1.38%	2.12%
2039	1.57%	1.21%	1.82%	1.86%	1.54%	1.66%	1.83%	1.60%	1.76%	1.70%	1.78%	1.95%	1.86%
2040	1.54%	1.12%	1.77%	1.81%	1.51%	1.65%	1.79%	1.55%	1.73%	1.67%	1.70%	1.88%	1.82%
2041	1.73%	1.12%	1.79%	2.01%	1.67%	2.02%	1.94%	1.65%	1.99%	1.91%	1.83%	1.97%	1.99%
2042	1.46%	0.93%	1.66%	1.70%	1.44%	1.59%	1.68%	1.45%	1.63%	1.58%	1.53%	1.73%	1.70%
2043	1.59%	0.96%	1.80%	1.89%	1.64%	1.79%	1.80%	1.58%	1.90%	1.69%	1.53%	1.74%	1.89%
2044	1.38%	0.77%	1.56%	1.60%	1.38%	1.54%	1.59%	1.35%	1.55%	1.49%	1.37%	1.60%	1.60%
2045	1.34%	0.70%	1.51%	1.59%	1.35%	1.52%	1.54%	1.31%	1.51%	1.50%	1.30%	1.54%	1.55%
2046	1.31%	0.64%	1.46%	1.50%	1.33%	1.50%	1.50%	1.27%	1.47%	1.42%	1.23%	1.48%	1.50%
2047	1.27%	0.57%	1.41%	1.44%	1.29%	1.47%	1.45%	1.22%	1.42%	1.38%	1.16%	1.42%	1.45%
2048	1.53%	0.59%	1.52%	1.69%	1.57%	1.93%	1.64%	1.40%	1.84%	1.61%	1.24%	1.48%	1.75%
2049	1.20%	0.46%	1.31%	1.38%	1.24%	1.42%	1.36%	1.14%	1.35%	1.35%	1.03%	1.32%	1.36%
2050	1.16%	0.41%	1.26%	1.28%	1.20%	1.39%	1.30%	1.10%	1.30%	1.26%	0.96%	1.27%	1.30%
2051	1.12%	0.36%	1.21%	1.23%	1.17%	1.36%	1.26%	1.06%	1.26%	1.23%	0.90%	1.22%	1.26%
2052	1.08%	0.32%	1.17%	1.18%	1.15%	1.34%	1.21%	1.03%	1.22%	1.20%	0.84%	1.17%	1.22%
2053	1.18%	0.31%	1.23%	1.33%	1.29%	1.47%	1.27%	1.11%	1.42%	1.30%	0.82%	1.18%	1.34%
2054	1.01%	0.24%	1.07%	1.08%	1.08%	1.27%	1.11%	0.95%	1.14%	1.12%	0.73%	1.09%	1.12%
2055	1.12%	0.23%	1.06%	1.14%	1.19%	1.55%	1.18%	1.01%	1.30%	1.25%	0.77%	1.09%	1.23%
2056	0.93%	0.18%	0.98%	0.98%	1.02%	1.21%	1.02%	0.88%	1.06%	1.05%	0.63%	1.01%	1.03%
2057	0.90%	0.15%	0.93%	0.96%	0.99%	1.18%	0.97%	0.84%	1.02%	1.04%	0.58%	0.97%	0.99%
2058	0.94%	0.13%	0.95%	0.97%	1.06%	1.25%	0.98%	0.88%	1.14%	1.03%	0.54%	0.95%	1.07%
2059	0.82%	0.11%	0.85%	0.83%	0.92%	1.11%	0.88%	0.77%	0.94%	0.94%	0.49%	0.90%	0.91%
2060	0.78%	0.09%	0.80%	0.78%	0.89%	1.08%	0.83%	0.73%	0.90%	0.91%	0.45%	0.86%	0.87%
2061	0.75%	0.07%	0.76%	0.76%	0.86%	1.05%	0.79%	0.70%	0.86%	0.90%	0.41%	0.83%	0.83%
2062	0.81%	0.06%	0.74%	0.76%	0.92%	1.26%	0.82%	0.73%	0.96%	0.96%	0.42%	0.82%	0.89%
2063	0.75%	0.05%	0.74%	0.73%	0.91%	1.09%	0.76%	0.70%	0.95%	0.88%	0.35%	0.81%	0.86%

Notes: (a) Estimated percent of remaining loss and expense expected to be paid in each calendar year. The estimates are based on individual case reserve files provided by NICA. The percent of remaining loss and expense is calculated based on 2014 level estimates for each open claimant and after consideration of the remaining life expectancy for each claimant. See Appendix A, Exhibit II for illustration of calculation for Birth Year 1996.

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Payment Patterns After Consideration of Estimated Mortality - 2014 Level Basis (a)

Calendar Year	Birth Year 1989	Birth Year 1990	Birth Year 1991	Birth Year 1992	Birth Year 1993	Birth Year 1994	Birth Year 1995	Birth Year 1996	Birth Year 1997	Birth Year 1998	Birth Year 1999	Birth Year 2000	Birth Year 2001
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
Percent of Remaining (O/S) Loss & Expense Payments By Calendar Year - Future Payments Based on 2014 Level - After Mortality													
2064	0.63%	0.04%	0.64%	0.60%	0.76%	0.94%	0.66%	0.59%	0.74%	0.77%	0.30%	0.74%	0.71%
2065	0.60%	0.03%	0.61%	0.58%	0.72%	0.90%	0.61%	0.56%	0.70%	0.76%	0.27%	0.71%	0.67%
2066	0.56%	0.02%	0.57%	0.52%	0.68%	0.86%	0.57%	0.52%	0.66%	0.70%	0.24%	0.68%	0.63%
2067	0.52%	0.02%	0.53%	0.48%	0.65%	0.83%	0.53%	0.49%	0.63%	0.66%	0.22%	0.66%	0.60%
2068	0.53%	0.01%	0.52%	0.48%	0.68%	0.85%	0.52%	0.49%	0.69%	0.66%	0.19%	0.64%	0.63%
2069	0.51%	0.01%	0.47%	0.46%	0.64%	0.94%	0.49%	0.46%	0.64%	0.70%	0.19%	0.61%	0.59%
2070	0.41%	0.01%	0.43%	0.37%	0.54%	0.72%	0.41%	0.39%	0.52%	0.56%	0.15%	0.58%	0.49%
2071	0.37%	0.00%	0.40%	0.33%	0.50%	0.68%	0.38%	0.35%	0.48%	0.53%	0.13%	0.55%	0.45%
2072	0.34%	0.00%	0.37%	0.30%	0.47%	0.64%	0.34%	0.32%	0.45%	0.49%	0.11%	0.52%	0.42%
2073	0.34%	0.00%	0.36%	0.32%	0.50%	0.67%	0.33%	0.33%	0.52%	0.52%	0.10%	0.52%	0.45%
2074	0.27%	0.00%	0.31%	0.24%	0.40%	0.56%	0.28%	0.26%	0.38%	0.43%	0.08%	0.47%	0.35%
2075	0.24%	0.00%	0.28%	0.22%	0.36%	0.52%	0.24%	0.24%	0.35%	0.40%	0.07%	0.45%	0.32%
2076	0.24%	0.00%	0.26%	0.21%	0.37%	0.61%	0.23%	0.23%	0.37%	0.42%	0.06%	0.42%	0.33%
2077	0.18%	0.00%	0.23%	0.18%	0.30%	0.45%	0.19%	0.19%	0.29%	0.35%	0.05%	0.40%	0.26%
2078	0.17%	0.00%	0.21%	0.16%	0.30%	0.44%	0.17%	0.17%	0.32%	0.32%	0.04%	0.38%	0.27%
2079	0.13%	0.00%	0.18%	0.13%	0.24%	0.38%	0.14%	0.14%	0.24%	0.28%	0.03%	0.35%	0.21%
2080	0.11%	0.00%	0.16%	0.11%	0.21%	0.34%	0.12%	0.12%	0.21%	0.25%	0.03%	0.32%	0.18%
2081	0.09%	0.00%	0.14%	0.10%	0.18%	0.31%	0.10%	0.10%	0.19%	0.23%	0.02%	0.30%	0.16%
2082	0.07%	0.00%	0.12%	0.08%	0.16%	0.27%	0.08%	0.08%	0.17%	0.20%	0.02%	0.27%	0.14%
2083	0.07%	0.00%	0.11%	0.08%	0.17%	0.32%	0.08%	0.08%	0.20%	0.21%	0.01%	0.26%	0.16%
2084	0.04%	0.00%	0.09%	0.06%	0.11%	0.21%	0.05%	0.05%	0.13%	0.15%	0.01%	0.22%	0.10%
2085	0.03%	0.00%	0.07%	0.05%	0.09%	0.18%	0.04%	0.04%	0.11%	0.13%	0.01%	0.20%	0.09%
2086	0.02%	0.00%	0.06%	0.04%	0.08%	0.16%	0.03%	0.03%	0.09%	0.11%	0.00%	0.18%	0.07%
2087	0.02%	0.00%	0.05%	0.03%	0.06%	0.13%	0.03%	0.03%	0.08%	0.09%	0.00%	0.16%	0.06%
2088	0.02%	0.00%	0.04%	0.03%	0.05%	0.12%	0.02%	0.02%	0.08%	0.08%	0.00%	0.14%	0.05%
2089	0.00%	0.00%	0.03%	0.02%	0.04%	0.09%	0.01%	0.01%	0.05%	0.06%	0.00%	0.12%	0.04%
2090	0.00%	0.00%	0.04%	0.02%	0.03%	0.09%	0.01%	0.01%	0.05%	0.06%	0.00%	0.10%	0.03%
2091	0.00%	0.00%	0.00%	0.01%	0.02%	0.06%	0.01%	0.01%	0.04%	0.04%	0.00%	0.09%	0.02%
2092	0.00%	0.00%	0.00%	0.00%	0.03%	0.05%	0.00%	0.00%	0.03%	0.03%	0.00%	0.07%	0.02%
2093	0.00%	0.00%	0.00%	0.00%	0.00%	0.06%	0.00%	0.00%	0.03%	0.03%	0.00%	0.06%	0.01%
2094	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	0.02%	0.00%	0.05%	0.01%
2095	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.00%	0.04%	0.01%
2096	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	0.01%	0.00%	0.03%	0.00%
2097	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.00%	0.02%	0.00%
2098	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	0.00%
2099	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.00%
2100	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2101	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2102	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2103	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2104	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2105	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2106	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2107	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2108	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2109	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2110	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2111	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2112	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2113	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes: (a) Estimated percent of remaining loss and expense expected to be paid in each calendar year. The estimates are based on individual case reserve files provided by NICA. The percent of remaining loss and expense is calculated based on 2014 level estimates for each open claimant and after consideration of the remaining life expectancy for each claimant. See Appendix A, Exhibit II for illustration of calculation for Birth Year 1996.

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Sample Calculation of Payment Pattern - Birth Year 1996 - Estimated Remaining Payment (Reserves)

Estimated Loss & Expense Payments - 2014 Level - After Consideration of Mortality

Claim Number							Annual	Quarter	
Date of Birth							Basis	Basis	
Life Expectancy @ 12/31/13	38.77	38.77	9.63	9.63	10.00	29.09	Percent	Percent	
Sex	M	M	M	M	F	F	of Total	of Total	
	-----	-----	-----	-----	-----	-----	By Year	By Year	
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Totals								

	(8)								(10)
								(9)	
									(10)
Attained Age	Incremental Payments By Claim By Year - 2014 Level - After Mortality (a)								
18	113,476	120,532	170,853	41,714	155,107	102,196	703,878	3.32%	1.69%
19	97,639	89,918	157,247	12,933	108,980	3,950	470,667	2.22%	2.26%
20	118,969	108,974	175,417	116,879	118,809	56,432	695,479	3.28%	3.34%
21	117,733	107,362	159,620	106,830	108,914	54,886	655,344	3.09%	3.15%
22	116,485	125,226	146,111	147,747	117,270	160,511	813,349	3.84%	3.91%
23	115,226	105,545	134,548	135,296	92,654	135,497	718,765	3.39%	3.45%
24	113,957	139,239	142,492	143,856	105,698	165,501	810,743	3.83%	3.89%
25	112,679	102,753	110,866	112,108	77,291	129,608	645,305	3.05%	3.10%
26	111,393	102,034	101,554	102,118	70,762	127,315	615,177	2.91%	2.95%
27	175,609	121,682	95,506	94,482	81,579	150,823	719,682	3.40%	3.46%
28	173,526	93,618	82,757	83,684	58,414	121,497	613,496	2.90%	2.95%
29	171,424	92,922	75,338	75,756	53,182	119,200	587,822	2.78%	2.82%
30	169,299	91,338	67,356	68,110	48,003	116,126	560,232	2.65%	2.69%
31	167,152	122,661	70,840	71,518	54,225	113,451	599,846	2.83%	2.88%
32	164,982	106,304	54,687	54,991	45,675	129,420	556,058	2.63%	2.67%
33	162,789	87,826	48,505	49,048	35,183	108,122	491,473	2.32%	2.36%
34	160,575	86,631	43,238	43,722	31,573	105,469	471,207	2.23%	2.26%
35	158,339	85,829	38,732	38,947	28,355	103,163	453,365	2.14%	2.18%
36	156,079	84,205	34,053	34,434	25,232	100,188	434,192	2.05%	2.09%
37	153,796	106,568	31,423	31,087	28,525	118,479	469,878	2.22%	2.26%
38	151,490	111,555	31,189	31,337	24,994	95,253	445,818	2.11%	2.14%
39	149,160	80,472	23,224	23,484	17,648	92,329	386,318	1.82%	1.86%
40	146,806	79,202	20,298	20,526	15,569	89,728	372,128	1.76%	1.79%
41	144,427	78,288	17,811	17,910	13,732	87,422	359,590	1.70%	1.73%
42	142,021	91,146	15,322	15,494	13,962	98,497	376,442	1.78%	1.81%
43	139,586	75,307	13,225	13,373	10,463	81,976	333,930	1.58%	1.60%
44	137,120	74,328	11,449	11,513	9,123	79,671	323,204	1.53%	1.55%
45	134,622	98,789	11,360	11,468	9,836	76,852	342,927	1.62%	1.65%
46	132,088	71,262	8,249	8,341	6,778	74,305	301,022	1.42%	1.45%
47	129,517	90,076	7,334	7,217	7,396	87,391	328,932	1.55%	1.58%
48	126,907	68,467	5,846	5,912	4,953	69,238	281,324	1.33%	1.35%
49	124,255	67,036	4,871	4,925	4,200	66,719	272,006	1.28%	1.31%
50	121,558	65,892	4,059	4,081	3,551	64,423	263,564	1.24%	1.27%
51	118,816	64,101	3,302	3,339	2,964	61,714	254,235	1.20%	1.22%
52	116,025	97,009	3,139	3,169	3,487	68,998	291,827	1.38%	1.40%
53	113,187	61,354	2,176	2,188	2,042	56,946	237,891	1.12%	1.14%
54	110,300	59,507	1,719	1,738	1,667	54,306	229,237	1.08%	1.10%
55	107,364	57,923	1,354	1,369	1,355	51,872	221,236	1.04%	1.06%
56	104,378	56,579	1,061	1,067	1,095	49,623	213,803	1.01%	1.03%
57	101,341	70,221	845	836	1,106	57,162	231,510	1.09%	1.11%
58	98,254	53,008	612	619	688	44,703	197,884	0.93%	0.95%
59	95,119	70,045	537	540	673	42,502	209,417	0.99%	1.01%
60	91,938	49,601	334	338	414	40,050	182,676	0.86%	0.88%
61	88,711	47,860	241	243	316	37,768	175,139	0.83%	0.84%
Subtotals:	5,756,114	3,820,195	2,130,699	1,756,288	1,603,443	3,851,281	18,918,019	89.34%	89.16%

Note: (a) Product of estimated payments (2014 level) shown on Appendix A, Exhibit II, Sheets 3a and 3b and survival probabilities shown on Appendix A, Exhibit II, Sheets 2a and 2b.

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Sample Calculation of Payment Pattern - Birth Year 1996 - Estimated Remaining Payment (Reserves)

Estimated Loss & Expense Payments - 2014 Level - After Consideration of Mortality

Claim Number								Percent	Quarter
Date of Birth								of Total	Basis
Life Expectancy @ 12/31/13	38.77	38.77	9.63	9.63	10.00	29.09		By Year	of Total
Sex	M	M	M	M	F	F	Totals	By Year	By Year
	-----	-----	-----	-----	-----	-----	-----	-----	-----
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Attained Age	Incremental Payments By Claim By Year - 2014 Level - After Mortality (a)								
62	85,439	55,051	171	172	277	41,496	182,606	0.86%	0.88%
63	82,121	44,305	117	118	175	33,310	160,146	0.76%	0.77%
64	78,759	42,491	79	80	128	31,141	152,677	0.72%	0.73%
65	75,354	40,847	52	52	92	29,114	145,511	0.69%	0.70%
66	71,911	52,770	38	39	80	26,944	151,783	0.72%	0.73%
67	68,436	47,421	21	21	56	30,266	146,221	0.69%	0.70%
68	64,940	35,202	12	12	30	23,034	123,230	0.58%	0.59%
69	61,435	33,145	7	7	19	21,057	115,670	0.55%	0.56%
70	57,931	31,254	4	4	12	19,224	108,428	0.51%	0.52%
71	54,434	29,506	2	2	8	17,517	101,468	0.48%	0.49%
72	50,950	32,699	1	1	5	18,369	102,025	0.48%	0.49%
73	47,488	34,848	1	1	3	14,153	96,493	0.46%	0.46%
74	44,054	23,880	0	0	1	12,661	80,598	0.38%	0.39%
75	40,662	21,937	0	0	1	11,170	73,770	0.35%	0.35%
76	37,323	20,136	0	0	0	9,806	67,265	0.32%	0.32%
77	34,053	23,683	0	0	0	10,389	68,125	0.32%	0.33%
78	30,869	16,654	0	0	0	7,348	54,871	0.26%	0.26%
79	27,788	14,992	0	0	0	6,260	49,040	0.23%	0.24%
80	24,826	18,282	0	0	0	5,286	48,394	0.23%	0.23%
81	21,998	11,868	0	0	0	4,374	38,241	0.18%	0.18%
82	19,318	12,398	0	0	0	4,165	35,881	0.17%	0.17%
83	16,799	9,106	-	-	0	2,881	28,787	0.14%	0.14%
84	14,454	7,798	-	-	0	2,262	24,514	0.12%	0.12%
85	12,293	6,632	-	-	0	1,743	20,667	0.10%	0.10%
86	10,323	5,596	-	-	-	1,314	17,232	0.08%	0.08%
87	8,550	7,586	-	-	-	1,162	17,297	0.08%	0.08%
88	6,975	3,763	-	-	-	677	11,415	0.05%	0.05%
89	5,598	3,034	-	-	-	464	9,096	0.04%	0.04%
90	4,412	2,381	-	-	-	303	7,096	0.03%	0.03%
91	3,411	1,840	-	-	-	189	5,440	0.03%	0.03%
92	2,581	1,663	-	-	-	131	4,375	0.02%	0.02%
93	1,908	1,029	-	-	-	63	2,999	0.01%	0.01%
94	1,375	1,009	-	-	-	33	2,416	0.01%	0.01%
95	964	522	-	-	-	16	1,502	0.01%	0.01%
96	656	354	-	-	-	7	1,017	0.00%	0.00%
97	432	300	-	-	-	3	735	0.00%	0.00%
98	276	149	-	-	-	1	426	0.00%	0.00%
99	169	91	-	-	-	0	261	0.00%	0.00%
100	-	-	-	-	-	0	0	0.00%	0.00%
Subtotals:	1,171,265	696,220	505	509	887	388,332	2,257,718	10.66%	10.84%
Totals All:	6,927,379	4,516,415	2,131,203	1,756,796	1,604,330	4,239,613	21,175,737	100.00%	100.00%

Note: (a) Product of estimated payments (2014 level) shown on Appendix A, Exhibit II, Sheets 3a and 3b and survival probabilities shown on Appendix A, Exhibit II, Sheets 2a and 2b.

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Sample Calculation of Payment Pattern - Birth Year 1996

Probability of Survival - Assuming Attained Age 17

Claim Number

Date of Birth

Life Expectancy @ 12/31/13

Sex

38.77

38.77

9.63

9.63

10.00

29.09

M

M

M

M

F

F

(2)

(3)

(4)

(5)

(6)

(7)

Attained Age

18	0.99024	0.99024	0.92205	0.92205	0.92352	0.98171
19	0.98036	0.98036	0.84862	0.84862	0.85172	0.96346
20	0.97038	0.97038	0.77966	0.77966	0.78445	0.94527
21	0.96030	0.96030	0.71501	0.71501	0.72150	0.92713
22	0.95012	0.95012	0.65450	0.65450	0.66265	0.90904
23	0.93985	0.93985	0.59802	0.59802	0.60768	0.89101
24	0.92950	0.92950	0.54545	0.54545	0.55639	0.87303
25	0.91908	0.91908	0.49662	0.49662	0.50859	0.85509
26	0.90859	0.90859	0.45137	0.45137	0.46410	0.83721
27	0.89802	0.89802	0.40948	0.40948	0.42276	0.81937
28	0.88737	0.88737	0.37071	0.37071	0.38438	0.80159
29	0.87662	0.87662	0.33485	0.33485	0.34880	0.78385
30	0.86576	0.86576	0.30172	0.30172	0.31587	0.76615
31	0.85478	0.85478	0.27117	0.27117	0.28544	0.74850
32	0.84368	0.84368	0.24306	0.24306	0.25736	0.73090
33	0.83247	0.83247	0.21728	0.21728	0.23151	0.71334
34	0.82115	0.82115	0.19368	0.19368	0.20776	0.69584
35	0.80971	0.80971	0.17215	0.17215	0.18597	0.67839
36	0.79816	0.79816	0.15254	0.15254	0.16603	0.66100
37	0.78648	0.78648	0.13473	0.13473	0.14782	0.64366
38	0.77469	0.77469	0.11859	0.11859	0.13122	0.62637
39	0.76277	0.76277	0.10403	0.10403	0.11613	0.60915
40	0.75073	0.75073	0.09093	0.09093	0.10244	0.59198
41	0.73857	0.73857	0.07916	0.07916	0.09006	0.57488
42	0.72626	0.72626	0.06864	0.06864	0.07890	0.55783
43	0.71381	0.71381	0.05924	0.05924	0.06885	0.54084
44	0.70120	0.70120	0.05089	0.05089	0.05983	0.52391
45	0.68843	0.68843	0.04348	0.04348	0.05178	0.50704
46	0.67547	0.67547	0.03695	0.03695	0.04460	0.49023
47	0.66232	0.66232	0.03121	0.03121	0.03823	0.47348
48	0.64898	0.64898	0.02619	0.02619	0.03259	0.45680
49	0.63541	0.63541	0.02182	0.02182	0.02764	0.44018
50	0.62162	0.62162	0.01804	0.01804	0.02329	0.42364
51	0.60760	0.60760	0.01479	0.01479	0.01950	0.40716
52	0.59333	0.59333	0.01202	0.01202	0.01622	0.39077
53	0.57881	0.57881	0.00967	0.00967	0.01339	0.37447
54	0.56405	0.56405	0.00770	0.00770	0.01097	0.35829
55	0.54903	0.54903	0.00606	0.00606	0.00891	0.34223
56	0.53376	0.53376	0.00472	0.00472	0.00718	0.32631
57	0.51823	0.51823	0.00362	0.00362	0.00573	0.31054
58	0.50245	0.50245	0.00274	0.00274	0.00452	0.29493
59	0.48642	0.48642	0.00204	0.00204	0.00353	0.27949
60	0.47015	0.47015	0.00150	0.00150	0.00273	0.26423
61	0.45365	0.45365	0.00108	0.00108	0.00208	0.24918

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Sample Calculation of Payment Pattern - Birth Year 1996

Estimated Loss & Expense Payments - 2014 Level - Before Consideration of Mortality

Claim Number								Percent
Date of Birth								of Total
Life Expectancy @ 12/31/13	38.77	38.77	9.63	9.63	10.00	29.09	Totals	By Year
Sex	M	M	M	M	F	F	(8)	(9)
	(2)	(3)	(4)	(5)	(6)	(7)		
Incremental Payments By Claim By Year - 2014 Level - Before Mortality - @ 12/31/13								
Attained Age								
18	114,595	121,720	185,296	45,240	167,952	104,100	738,903	0.83%
19	99,595	91,720	185,296	15,240	127,952	4,100	523,903	0.59%
20	122,600	112,300	224,990	149,910	151,454	59,700	820,954	0.92%
21	122,600	111,800	223,240	149,410	150,954	59,200	817,204	0.92%
22	122,600	131,800	223,240	225,740	176,971	176,571	1,056,922	1.19%
23	122,600	112,300	224,990	226,240	152,471	152,071	990,672	1.11%
24	122,600	149,800	261,240	263,740	189,971	189,571	1,176,922	1.32%
25	122,600	111,800	223,240	225,740	151,971	151,571	986,922	1.11%
26	122,600	112,300	224,990	226,240	152,471	152,071	990,672	1.11%
27	195,550	135,500	233,240	230,740	192,971	184,071	1,172,072	1.32%
28	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
29	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
30	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
31	195,550	143,500	261,240	263,740	189,971	151,571	1,205,572	1.35%
32	195,550	126,000	224,990	226,240	177,471	177,071	1,127,322	1.27%
33	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
34	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
35	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
36	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
37	195,550	135,500	233,240	230,740	192,971	184,071	1,172,072	1.32%
38	195,550	144,000	262,990	264,240	190,471	152,071	1,209,322	1.36%
39	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
40	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
41	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
42	195,550	125,500	223,240	225,740	176,971	176,571	1,123,572	1.26%
43	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
44	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
45	195,550	143,500	261,240	263,740	189,971	151,571	1,205,572	1.35%
46	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
47	195,550	136,000	234,990	231,240	193,471	184,571	1,175,822	1.32%
48	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
49	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
50	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
51	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
52	195,550	163,500	261,240	263,740	214,971	176,571	1,275,572	1.43%
53	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
54	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
55	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
56	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
57	195,550	135,500	233,240	230,740	192,971	184,071	1,172,072	1.32%
58	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
59	195,550	144,000	262,990	264,240	190,471	152,071	1,209,322	1.36%
60	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
61	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
Subtotals:	7,916,640	5,123,540	10,039,172	9,643,900	7,175,652	6,564,440	46,463,344	52.14%

Summary of Estimated Payment Patterns - Loss & Expense
Based on NICA Reserve Worksheets and Mortality Rates

Sample Calculation of Payment Pattern - Birth Year 1996

Estimated Loss & Expense Payments - 2014 Level - Before Consideration of Mortality

Claim Number							Percent	
Date of Birth							of Total	
Life Expectancy @ 12/31/13	38.77	38.77	9.63	9.63	10.00	29.09	By Year	
Sex	M	M	M	M	F	F	Totals	
	-----	-----	-----	-----	-----	-----	-----	
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
Attained Age	Incremental Payments By Claim By Year - 2014 Level - Before Mortality - @ 12/31/13							(9)
62	195,550	126,000	224,990	226,240	177,471	177,071	1,127,322	1.27%
63	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
64	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
65	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
66	195,550	143,500	261,240	263,740	189,971	151,571	1,205,572	1.35%
67	195,550	135,500	233,240	230,740	192,971	184,071	1,172,072	1.32%
68	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
69	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
70	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
71	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
72	195,550	125,500	223,240	225,740	176,971	176,571	1,123,572	1.26%
73	195,550	143,500	261,240	263,740	189,971	151,571	1,205,572	1.35%
74	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
75	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
76	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
77	195,550	136,000	234,990	231,240	193,471	184,571	1,175,822	1.32%
78	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
79	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
80	195,550	144,000	262,990	264,240	190,471	152,071	1,209,322	1.36%
81	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
82	195,550	125,500	223,240	225,740	176,971	176,571	1,123,572	1.26%
83	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
84	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
85	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
86	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
87	195,550	173,500	271,240	268,740	230,971	184,071	1,324,072	1.49%
88	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
89	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
90	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
91	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
92	195,550	126,000	224,990	226,240	177,471	177,071	1,127,322	1.27%
93	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
94	195,550	143,500	261,240	263,740	189,971	151,571	1,205,572	1.35%
95	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
96	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
97	195,550	135,500	233,240	230,740	192,971	184,071	1,172,072	1.32%
98	195,550	106,000	224,990	226,240	152,471	152,071	1,057,322	1.19%
99	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
100	195,550	105,500	223,240	225,740	151,971	151,571	1,053,572	1.18%
Subtotals:	7,626,450	4,511,000	8,959,110	9,020,360	6,387,369	6,147,769	42,652,058	47.86%
Totals All:	15,543,090	9,634,540	18,998,282	18,664,260	13,563,021	12,712,209	89,115,402	100.00%

Expense Group	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Estimated Accident Year
	1/1 - 12/31 2008	1/1 - 12/31 2009	1/1 - 12/31 2010	1/1 - 12/31 2011	1/1 - 12/31 2012	1/1 - 12/31 2013	1/1 - 12/31 2014
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Incremental Payments By Major Expense Groups							
Legal Expense	1,117,819	1,251,650	N/A	1,348,962	1,472,264	1,046,543	1,046,543
Parental Award	1,621,648	1,521,430	N/A	1,772,862	854,442	1,254,414	1,254,414
Medical Expense	502,243	584,938	N/A	795,785	792,882	845,548	845,548
Nursing Care - By Parents & Family Care	2,280,726	3,586,973	N/A	5,533,089	5,409,777	6,506,101	6,506,101
Nursing Care - By Others	2,022,477	2,072,130	N/A	2,555,000	3,010,739	2,668,850	2,668,850
Custodial	29,076	18,070	N/A	19,113	98,021	73,571	73,571
Other	1,338,828	1,317,625	N/A	2,305,512	1,339,156	1,717,202	1,717,202
Totals:	8,912,818	10,352,817		14,330,324	12,977,280	14,112,228	14,112,228
Case Outstanding By Major Expense Groups							
Legal Expense	739,159	1,016,335	1,659,638	2,385,144	836,323	660,811	660,811
Parental Award	311,440	371,029	589,640	605,992	353,242	603,806	603,806
Medical Expense	28,168,684	31,284,580	45,291,470	53,134,220	51,818,777	52,678,076	52,678,076
Nursing Care - By Parents & Family Care	51,105,085	61,522,465	82,024,515	85,104,653	130,484,827	122,444,207	122,444,207
Nursing Care - By Others	229,063,637	247,156,314	283,976,757	319,886,113	285,088,770	292,576,532	292,576,532
Custodial	64,170,720	55,975,200	56,034,080	60,833,849	118,024,732	117,392,957	117,392,957
Other	52,596,208	58,056,740	68,822,838	77,191,310	75,879,069	76,658,051	76,658,051
Totals:	426,154,933	455,382,663	538,398,938	599,141,281	662,485,739	663,014,440	663,014,440
Percentage by Expense Group - Based on Incremental Payments							
Legal Expense	12.54%	12.09%	10.75%	9.41%	11.34%	7.42%	7.42%
Parental Award	18.19%	14.70%	13.53%	12.37%	6.58%	8.89%	8.89%
Medical Expense	5.64%	5.65%	5.60%	5.55%	6.11%	5.99%	5.99%
Nursing Care - By Parents & Family Care	25.59%	34.65%	36.63%	38.61%	41.69%	46.10%	46.10%
Nursing Care - By Others	22.69%	20.02%	18.92%	17.83%	23.20%	18.91%	18.91%
Custodial	0.33%	0.17%	0.15%	0.13%	0.76%	0.52%	0.52%
Other	15.02%	12.73%	14.41%	16.09%	10.32%	12.17%	12.17%
Percentage by Expense Group - Based on Case Outstanding							
Legal Expense	0.17%	0.22%	0.31%	0.40%	0.13%	0.10%	0.10%
Parental Award	0.07%	0.08%	0.11%	0.10%	0.05%	0.09%	0.09%
Medical Expense	6.61%	6.87%	8.41%	8.87%	7.82%	7.95%	7.95%
Nursing Care - By Parents & Family Care	11.99%	13.51%	15.23%	14.20%	19.70%	18.47%	18.47%
Nursing Care - By Others	53.75%	54.27%	52.74%	53.39%	43.03%	44.13%	44.13%
Custodial	15.06%	12.29%	10.41%	10.15%	17.82%	17.71%	17.71%
Other	12.34%	12.75%	12.78%	12.88%	11.45%	11.56%	11.56%
Estimated Inflation By Component - Paid Basis							
Legal Expense (a)	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%
Parental Award (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Medical Expense (c)	2.65%	3.37%	3.28%	3.49%	3.21%	2.01%	1.47%
Nursing Care - By Parents & Family Care (d)	27.32%	21.46%	0.00%	0.00%	0.00%	0.00%	0.00%
Nursing Care - By Others (e)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Custodial (f)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Other (g)	0.09%	2.72%	1.50%	2.96%	1.74%	1.50%	1.39%
Estimated Inflation By Component - Outstanding Basis							
Legal Expense (a)	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%
Parental Award (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Medical Expense (h)	1.59%	2.02%	1.97%	2.09%	1.93%	1.21%	0.88%
Nursing Care - By Parents & Family Care (d)	54.64%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Nursing Care - By Others (e)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Custodial (f)	0.00%	0.00%	0.00%	0.00%	95.00%	3.00%	0.00%
Other (h)	0.05%	1.63%	0.90%	1.78%	1.04%	0.90%	0.84%
Combined (i)							
Estimated Inflation - Paid Basis	6.50%	7.62%	0.78%	1.00%	0.78%	0.57%	0.52%
Estimated Inflation - O/S Basis	4.55%	0.35%	0.29%	0.42%	9.83%	0.72%	0.17%

Notes: (a) Increase in legal fees based on change in hourly rate from \$ 75 to \$ 150 over the period from 1989 to 2008 - assumed annual inflation of 3.72 %
 (b) The parental award amounts have not changed.
 (c) The estimated inflation rate by year for all payments related to medical items is based on the CPI - Medical Care Index.
 (d) The hourly rates for nursing care by parents have remained constant until June 2008 - the estimated change for 2008 and 2009 are developed assuming the increase in hourly rate from \$9.70 to \$15.00 occurred for paid losses before and after July 1, 2008. This change in hourly rate for nursing care by parents resulted in inflation rates of 27.32% (\$12.35 / \$9.70) and 21.46% (\$15.00 / \$12.35) for 2008 and 2009, respectively for paid basis. It resulted in an inflation rate of 54.64% (\$15.00 / \$9.70) for case outstanding basis in 2008.
 (e) The amounts for nursing care by others have not changed.
 (f) The daily rates used to estimate the future cost of custodial residential care were revised in December 2004, 2005, 2006, 2012 and 2013. These changes in the custodial residential care daily rate resulted in the estimated inflation rates of 40%, 3%, 40%, 95% and 3% for 2004, 2005, 2006, 2012 & 2013, respectively. This inflation change affects outstanding only.
 (g) Inflation related to all other payments is based on All Items CPI Index - Seasonally Adjusted.
 (h) The estimated inflation related to case outstanding (Medical and Other) is based on 60 % of CPI since a portion of the outstanding reserve estimate has.
 (i) Weighted average of inverse of one plus the estimated inflation by component and the percent by component (paid and outstanding separately).

Expense Group	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year
	1/1 - 12/31 1999	1/1 - 12/31 2000	1/1 - 12/31 2001	1/1 - 12/31 2002	1/1 - 12/31 2003	1/1 - 12/31 2004	1/1 - 12/31 2005	1/1 - 12/31 2006	1/1 - 12/31 2007
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Incremental Payments By Major Expense Groups									
Legal Expense	489,006	547,451	789,578	768,406	699,574	753,238	761,521	768,799	911,182
Parental Award	1,556,838	1,684,863	1,569,503	1,380,762	1,448,569	1,266,247	987,149	1,088,568	1,483,153
Medical Expense	335,203	324,050	361,786	316,867	379,945	477,673	486,436	414,019	438,949
Nursing Care - By Parents & Family Care	84,323	77,850	107,770	265,098	500,284	664,698	959,815	1,287,167	1,455,477
Nursing Care - By Others	1,123,079	1,661,676	1,774,150	1,570,635	1,664,923	1,767,678	2,126,820	2,368,333	2,187,588
Custodial	103,378	47,053	14,388	7,179	13,490	29,407	19,776	20,370	38,594
Other	357,161	406,846	640,781	809,365	834,009	1,296,472	1,401,403	1,083,585	1,177,848
Totals:	4,048,988	4,749,789	5,257,955	5,118,312	5,540,794	6,255,412	6,742,920	7,030,842	7,692,791
Case Outstanding By Major Expense Groups									
Legal Expense									
Parental Award									
Medical Expense									
Nursing Care - By Parents & Family Care									
Nursing Care - By Others									
Custodial									
Other									
Totals:									
Percentage by Expense Group - Based on Incremental Payments									
Legal Expense	12.08%	11.53%	15.02%	15.01%	12.63%	12.04%	11.29%	10.93%	11.84%
Parental Award	38.45%	35.47%	29.85%	26.98%	26.14%	20.24%	14.64%	15.48%	19.28%
Medical Expense	8.28%	6.82%	6.88%	6.19%	6.86%	7.64%	7.21%	5.89%	5.71%
Nursing Care - By Parents & Family Care	2.08%	1.64%	2.05%	5.18%	9.03%	10.63%	14.23%	18.31%	18.92%
Nursing Care - By Others	27.74%	34.98%	33.74%	30.69%	30.05%	28.26%	31.54%	33.68%	28.44%
Custodial	2.55%	0.99%	0.27%	0.14%	0.24%	0.47%	0.29%	0.29%	0.50%
Other	8.82%	8.57%	12.19%	15.81%	15.05%	20.73%	20.78%	15.41%	15.31%
Percentage by Expense Group - Based on Case Outstanding									
Legal Expense	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%
Parental Award	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%
Medical Expense	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%
Nursing Care - By Parents & Family Care	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%
Nursing Care - By Others	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%
Custodial	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%
Other	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%
Estimated Inflation By Component - Paid Basis									
Legal Expense (a)	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%
Parental Award (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Medical Expense (c)	3.67%	4.17%	4.72%	5.05%	3.71%	4.24%	4.29%	3.56%	5.16%
Nursing Care - By Parents & Family Care (d)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Nursing Care - By Others (e)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Custodial (f)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Other (g)	2.68%	3.39%	1.55%	2.38%	1.88%	3.26%	3.42%	2.54%	4.08%
Estimated Inflation By Component - Outstanding Basis									
Legal Expense (a)	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%
Parental Award (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Medical Expense (h)	2.20%	2.50%	2.83%	3.03%	2.22%	2.54%	2.57%	2.14%	3.10%
Nursing Care - By Parents & Family Care (d)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Nursing Care - By Others (e)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Custodial (f)	0.00%	0.00%	0.00%	0.00%	0.00%	40.00%	3.00%	40.00%	0.00%
Other (h)	1.61%	2.03%	0.93%	1.43%	1.13%	1.95%	2.05%	1.52%	2.45%
Combined (i)									
Estimated Inflation - Paid Basis	0.97%	0.98%	1.05%	1.22%	0.99%	1.42%	1.41%	0.99%	1.32%
Estimated Inflation - O/S Basis	0.35%	0.42%	0.30%	0.38%	0.29%	4.94%	0.87%	4.86%	0.50%

Notes: (a) Increase in legal fees based on change in hourly rate from \$ 75 to \$ 150 over the period from 1989 to 2008 - assumed annual inflation of 3.72 %
 (b) The parental award amounts have not changed.
 (c) The estimated inflation rate by year for all payments related to medical items is based on the CPI - Medical Care Index.
 (d) The hourly rates for nursing care by parents have remained constant until June 2008 - the estimated change for 2008 and 2009 are developed assuming the increase in hourly rate from \$9.70 to \$15.00 occurred for paid losses before and after July 1, 2008. This change in hourly rate for nursing care by parents resulted in inflation rates of 27.32% (\$12.35 / \$9.70) and 21.46% (\$15.00 / \$12.35) for 2008 and 2009, respectively for paid basis. It resulted in an inflation rate of 54.64% (\$15.00 / \$9.70) for case outstanding basis in 2008.
 (e) The amounts for nursing care by others have not changed.
 (f) The daily rates used to estimate the future cost of custodial residential care were revised in December 2004, 2005, 2006, 2012 and 2013. These changes in the custodial residential care daily rate resulted in the estimated inflation rates of 40%, 3%, 40%, 95% and 3% for 2004, 2005, 2006, 2012 & 2013, respectively. This inflation change affects outstanding only.
 (g) Inflation related to all other payments is based on All Items CPI Index - Seasonally Adjusted.
 (h) The estimated inflation related to case outstanding (Medical and Other) is based on 60 % of CPI since a portion of the outstanding reserve estimate has.
 (i) Weighted average of inverse of one plus the estimated inflation by component and the percent by component (paid and outstanding separately).

Expense Group	Accident Year 1/1 - 12/31 1990	Accident Year 1/1 - 12/31 1991	Accident Year 1/1 - 12/31 1992	Accident Year 1/1 - 12/31 1993	Accident Year 1/1 - 12/31 1994	Accident Year 1/1 - 12/31 1995	Accident Year 1/1 - 12/31 1996	Accident Year 1/1 - 12/31 1997	Accident Year 1/1 - 12/31 1998
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Incremental Payments By Major Expense Groups									
Legal Expense	N/A	192,899	361,181	423,066	495,111	611,088	566,488	466,635	535,583
Parental Award	N/A	574,493	682,393	568,464	1,034,652	1,775,690	1,305,192	1,065,584	1,452,768
Medical Expense	N/A	111,200	100,481	114,259	120,146	140,970	170,987	187,374	326,563
Nursing Care - By Parents & Family Care	N/A	125,469	104,966	46,536	18,312	42,905	60,030	39,920	87,805
Nursing Care - By Others	N/A	47,350	80,085	109,144	135,969	265,078	505,495	769,201	974,683
Custodial	N/A	19,122	77,831	107,096	93,591	93,012	100,527	121,690	136,171
Other	N/A	43,241	73,598	73,204	69,438	118,678	179,756	257,990	317,394
Totals:		1,113,775	1,480,534	1,441,768	1,967,220	3,047,422	2,888,475	2,908,394	3,830,965

Expense Group	1990	1991	1992	1993	1994	1995	1996	1997	1998
Legal Expense									
Parental Award									
Medical Expense									
Nursing Care - By Parents & Family Care									
Nursing Care - By Others									
Custodial									
Other									
Totals:									

Percentage by Expense Group - Based on Incremental Payments									
Legal Expense	17.32%	17.32%	24.40%	29.34%	25.17%	20.05%	19.61%	16.04%	13.98%
Parental Award	51.58%	51.58%	46.09%	39.43%	52.59%	58.27%	45.19%	36.64%	37.92%
Medical Expense	9.98%	9.98%	6.79%	7.92%	6.11%	4.63%	5.92%	6.44%	8.52%
Nursing Care - By Parents & Family Care	11.27%	11.27%	7.09%	3.23%	0.93%	1.41%	2.08%	1.37%	2.29%
Nursing Care - By Others	4.25%	4.25%	5.41%	7.57%	6.91%	8.70%	17.50%	26.45%	25.44%
Custodial	1.72%	1.72%	5.26%	7.43%	4.76%	3.05%	3.48%	4.18%	3.55%
Other	3.88%	3.88%	4.97%	5.08%	3.53%	3.89%	6.22%	8.87%	8.28%

Percentage by Expense Group - Based on Case Outstanding									
Legal Expense	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%	0.17%
Parental Award	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%
Medical Expense	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%	6.61%
Nursing Care - By Parents & Family Care	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%	11.99%
Nursing Care - By Others	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%	53.75%
Custodial	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%	15.06%
Other	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%	12.34%

Estimated Inflation By Component - Paid Basis									
Legal Expense (a)	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%
Parental Award (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Medical Expense (c)	9.59%	7.92%	6.63%	5.39%	4.92%	3.95%	3.04%	2.82%	3.42%
Nursing Care - By Parents & Family Care (d)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Nursing Care - By Others (e)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Custodial (f)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Other (g)	6.11%	3.06%	2.90%	2.75%	2.67%	2.54%	3.32%	1.70%	1.61%

Estimated Inflation By Component - Outstanding Basis									
Legal Expense (a)	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%	3.72%
Parental Award (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Medical Expense (h)	5.75%	4.75%	3.98%	3.24%	2.95%	2.37%	1.82%	1.69%	2.05%
Nursing Care - By Parents & Family Care (d)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Nursing Care - By Others (e)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Custodial (f)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Other (h)	3.66%	1.84%	1.74%	1.65%	1.60%	1.52%	1.99%	1.02%	0.97%

Combined (i)									
Estimated Inflation - Paid Basis	1.75%	1.49%	1.46%	1.62%	1.30%	1.00%	1.09%	0.91%	0.92%
Estimated Inflation - O/S Basis	0.81%	0.53%	0.47%	0.42%	0.39%	0.35%	0.37%	0.24%	0.26%

Notes: (a) Increase in legal fees based on change in hourly rate from \$ 75 to \$ 150 over the period from 1989 to 2008 - assumed annual inflation of 3.72 %
 (b) The parental award amounts have not changed.
 (c) The estimated inflation rate by year for all payments related to medical items is based on the CPI - Medical Care Index.
 (d) The hourly rates for nursing care by parents have remained constant until June 2008 - the estimated change for 2008 and 2009 are developed assuming the increase in hourly rate from \$9.70 to \$15.00 occurred for paid losses before and after July 1, 2008. This change in hourly rate for nursing care by parents resulted in inflation rates of 27.32% (\$12.35 / \$9.70) and 21.46% (\$15.00 / \$12.35) for 2008 and 2009, respectively for paid basis. It resulted in an inflation rate of 54.64% (\$15.00 / \$9.70) for case outstanding basis in 2008.
 (e) The amounts for nursing care by others have not changed.
 (f) The daily rates used to estimate the future cost of custodial residential care were revised in December 2004, 2005, 2006, 2012 and 2013. These changes in the custodial residential care daily rate resulted in the estimated inflation rates of 40%, 3%, 40%, 95% and 3% for 2004, 2005, 2006, 2012 & 2013, respectively. This inflation change affects outstanding only.
 (g) Inflation related to all other payments is based on All Items CPI Index - Seasonally Adjusted.
 (h) The estimated inflation related to case outstanding (Medical and Other) is based on 60 % of CPI since a portion of the outstanding reserve estimate has.
 (i) Weighted average of inverse of one plus the estimated inflation by component and the percent by component (paid and outstanding separately).

Year	Total Returns													Annual NICA Return on Investment	Difference Between Average Returns				
	CPI All Items	CPI All Items % Change	CPI Medical Index % Chg	5 Year Avg % Chg CPI All Items	Large Company Stocks	Small Company Stocks	Long-Term Govt. Bonds	Inter. Term - Gov't Bonds	U.S. Treasury Bills	Coporate Bonds (Aaa Moody's)	Model Portfolio	Conservative Model Portfolio	Medical v 5 Yr Avg CPI (4) - (5)		Model v 5 Yr Avg CPI (12) - (5)	Model v CPI (17) - (3)	Conservative Model v CPI (13) - (3)	NICA v CPI (14) - (3)	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	
1986	110.50	1.10%	7.71%	3.29%	18.67%	6.85%	24.53%	15.14%	6.16%	9.02%	14.61%	16.68%		4.41%	11.32%	13.51%	15.58%		
1987	115.40	4.43%	5.80%	3.41%	5.25%	-9.30%	-2.71%	2.90%	5.47%	9.38%	-0.94%	-0.38%		2.39%	-4.36%	-5.38%	-4.81%		
1988	120.50	4.42%	6.91%	3.54%	16.61%	22.87%	9.67%	6.10%	6.35%	9.71%	15.48%	11.96%		3.37%	11.94%	11.06%	7.54%		
1989	126.10	4.65%	8.50%	3.68%	31.69%	10.18%	18.11%	13.29%	8.37%	9.26%	18.84%	17.17%		4.82%	15.16%	14.20%	12.52%		
1990	133.80	6.11%	9.59%	4.14%	-3.10%	-21.56%	6.18%	9.73%	7.82%	9.32%	-5.14%	0.85%		5.44%	-9.29%	-11.25%	-5.26%		
1991	137.90	3.06%	7.92%	4.53%	30.47%	44.63%	19.30%	15.46%	5.59%	8.77%	29.83%	23.85%	5.88%	3.39%	25.30%	26.77%	20.79%	2.82%	
1992	141.90	2.90%	6.63%	4.23%	7.62%	23.35%	8.05%	7.19%	3.51%	8.14%	12.45%	10.17%	3.27%	2.40%	8.22%	9.55%	7.27%	0.37%	
1993	145.80	2.75%	5.39%	3.89%	10.08%	20.98%	18.24%	11.24%	2.90%	7.22%	14.61%	14.42%	3.12%	1.50%	10.71%	11.86%	11.68%	0.37%	
1994	149.70	2.67%	4.92%	3.50%	1.32%	3.11%	-7.77%	-5.14%	3.91%	7.96%	-0.31%	-2.90%	3.62%	1.42%	-3.81%	-2.99%	-5.58%	0.95%	
1995	153.50	2.54%	3.95%	2.79%	37.58%	34.46%	31.67%	16.80%	5.60%	7.59%	30.98%	27.43%	6.96%	1.16%	28.19%	28.44%	24.89%	4.42%	
1996	158.60	3.32%	3.04%	2.84%	22.96%	17.62%	-0.93%	2.10%	5.21%	7.37%	13.65%	7.71%	5.79%	0.20%	10.81%	10.33%	4.39%	2.47%	
1997	161.30	1.70%	2.82%	2.60%	33.36%	22.78%	15.85%	8.38%	5.26%	7.26%	22.20%	17.36%	6.10%	0.22%	19.60%	20.49%	15.65%	4.40%	
1998	163.90	1.61%	3.42%	2.37%	28.58%	-7.31%	13.06%	10.21%	4.86%	6.53%	10.83%	10.95%	6.20%	1.05%	8.46%	9.21%	9.33%	4.59%	
1999	168.30	2.68%	3.67%	2.37%	21.04%	29.79%	-8.97%	-1.77%	4.68%	7.04%	15.10%	5.91%	4.54%	1.30%	12.73%	12.41%	3.22%	1.86%	
2000	174.00	3.39%	4.17%	2.54%	-9.10%	-3.59%	21.48%	12.59%	5.89%	7.62%	8.29%	1.25%	8.29%	13.11%	1.63%	-1.29%	-2.13%	4.91%	9.72%
2001	176.70	1.55%	4.72%	2.19%	-11.89%	22.77%	3.70%	7.62%	3.83%	7.08%	5.25%	5.49%	3.98%	2.53%	3.06%	3.70%	3.94%	2.43%	
2002	180.90	2.38%	5.05%	2.32%	-22.11%	-13.28%	17.84%	12.93%	1.65%	6.49%	-6.85%	3.12%	-8.52%	2.73%	-9.17%	-9.22%	0.74%	-10.90%	
2003	184.30	1.88%	3.71%	2.38%	28.68%	60.70%	1.45%	2.40%	1.02%	28.68%	60.70%	16.85%	19.99%	1.33%	27.14%	27.64%	14.97%	18.11%	
2004	190.30	3.26%	4.24%	2.49%	10.88%	18.39%	8.51%	2.25%	1.20%	5.63%	11.15%	8.41%	10.27%	1.75%	8.66%	7.89%	5.15%	7.01%	
2005	196.80	3.42%	4.29%	2.50%	4.91%	5.69%	7.81%	1.36%	2.98%	5.24%	4.97%	4.76%	8.92%	1.79%	5.24%	1.55%	1.34%	5.50%	
2006	201.80	2.54%	3.56%	2.69%	15.79%	16.17%	1.19%	3.14%	4.80%	5.59%	11.27%	7.13%	12.77%	0.87%	8.58%	8.73%	4.59%	10.23%	
2007	210.04	4.08%	5.16%	3.03%	5.49%	-5.22%	9.88%	10.05%	4.66%	5.56%	3.36%	6.26%	8.72%	2.13%	0.33%	-0.72%	2.18%	4.64%	
2008	210.23	0.09%	2.65%	2.68%	-37.00%	-36.72%	25.87%	13.11%	1.60%	5.63%	-18.03%	-1.13%	-25.81%	-0.03%	-20.71%	-18.12%	-1.22%	-25.90%	
2009	215.95	2.72%	3.37%	2.57%	26.46%	25.57%	4.08%	2.82%	0.45%	5.61%	17.97%	11.20%	20.99%	0.80%	15.40%	15.25%	8.48%	18.27%	
2010	219.18	1.50%	3.28%	2.19%	15.06%	26.31%	4.25%	2.62%	0.30%	4.94%	14.43%	9.32%	13.89%	1.09%	12.25%	12.94%	7.82%	12.39%	
2011	225.67	2.96%	3.49%	2.27%	2.11%	1.02%	3.91%	2.16%	0.17%	4.64%	1.94%	2.38%	0.37%	1.22%	-0.33%	-1.02%	-0.59%	-2.60%	
2012	229.60	1.74%	3.21%	1.80%	16.00%	16.33%	2.92%	1.22%	0.17%	3.67%	11.14%	6.91%	11.10%	1.41%	9.33%	9.39%	5.17%	9.36%	
2013	233.05	1.50%	2.01%	2.08%	32.39%	41.31%	3.45%	1.74%	0.13%	4.23%	24.69%	14.46%	12.86%	-0.07%	22.61%	23.19%	12.96%	11.36%	
Geometric Mean of Annual Return:																			
1926-2013					10.08%	12.20%	5.58%	5.24%	3.51%	5.85%	10.01%	8.19%							
1937-2013		3.72%	4.97%	3.75%	10.36%	13.28%	5.64%	5.33%	3.75%	6.07%	10.28%	8.31%		1.22%	6.53%	6.56%	4.59%		
1940-2013		3.87%	5.15%	3.85%	11.05%	14.75%	5.71%	5.38%	3.90%	6.19%	10.92%	8.67%		1.30%	7.07%	7.05%	4.80%		
1960-2013		3.91%	5.66%	3.93%	9.92%	13.29%	7.28%	6.83%	4.95%	7.39%	10.58%	9.16%		1.73%	6.65%	6.67%	5.25%		
1991-2013		2.44%	4.11%	2.73%	10.03%	13.83%	8.46%	5.95%	3.04%	6.32%	10.74%	9.27%	5.99%	1.38%	8.01%	8.29%	6.83%	3.54%	
Average Annual Return:																			
1926-2013					12.05%	16.75%	5.95%	5.38%	3.55%	5.89%	11.21%	8.62%							
1937-2013		3.78%	5.01%	3.78%	11.93%	16.69%	6.03%	5.48%	3.80%	6.11%	11.19%	8.65%		1.23%	7.42%	7.42%	4.88%		
1940-2013		3.93%	5.18%	3.87%	12.47%	17.70%	6.12%	5.54%	3.95%	6.23%	11.73%	8.97%		1.31%	7.85%	7.80%	5.05%		
1960-2013		3.95%	5.70%	3.96%	11.32%	15.96%	7.77%	7.00%	4.99%	7.42%	11.31%	9.45%		1.74%	7.35%	7.36%	5.51%		
1991-2013		2.45%	4.12%	2.73%	11.77%	15.86%	8.91%	6.11%	3.06%	6.33%	11.37%	9.49%	6.44%	1.38%	8.63%	8.92%	7.05%	3.99%	
Annual Std. Deviation:																			
1926-2013					20.19%	32.17%	9.10%	5.58%	3.10%	2.80%	16.15%	9.55%							
1937-2013		3.50%	2.80%	2.33%	18.09%	27.61%	9.50%	5.82%	3.18%	2.93%	14.06%	8.62%		1.90%	13.92%	15.09%	9.97%		
1940-2013		3.46%	2.71%	2.32%	17.41%	26.63%	9.66%	5.92%	3.15%	2.92%	13.40%	8.26%		1.89%	13.31%	14.50%	9.68%		
1960-2013		2.94%	2.78%	2.36%	17.00%	24.59%	10.54%	6.24%	3.05%	2.52%	12.64%	8.17%		1.58%	12.55%	13.26%	9.10%		
1991-2013		0.89%	1.32%	0.69%	18.80%	21.19%	10.18%	5.85%	2.08%	1.34%	11.87%	7.18%	9.45%	0.87%	11.78%	11.81%	7.20%	9.16%	

Column
 (2)-(11),(14) Provided by Client
 (3) [Col (2) / Prior Col (2)] - 1
 (12) 33% * Col (6) + 32% * Col (7) + 15% * Col (8) + 15% * Col (9) + 5% * Col (10)
 (13) 17.5% * Col (6) + 17.5% * Col (7) + 30% * Col (8) + 30% * Col (9) + 5% * Col (10)

Year	Total Returns													Annual NICA Return on Investment	Difference Between Average Returns				
	CPI All Items	CPI All Items % Change	CPI Medical Index % Chg	5 Year Avg % Chg CPI All Items	Large Company Stocks	Small Company Stocks	Long-Term Govt. Bonds	Inter. Term - Gov't Bonds	U.S. Treasury Bills	Coporate Bonds (Aaa Moody's)	Model Portfolio	Conservative Model Portfolio	Medical v 5 Yr Avg CPI (4) - (5)		Model v 5 Yr Avg CPI (12) - (5)	Model v CPI (17) - (3)	Conservative Model v CPI (13) - (3)	NICA v CPI (14) - (3)	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	
1926	17.70				11.62%	0.30%	7.77%	5.39%	3.30%	4.73%	6.07%	6.20%							
1927	17.30	-2.26%			37.49%	22.03%	8.93%	4.52%	3.10%	4.57%	21.59%	14.61%				23.85%	16.87%		
1928	17.10	-1.16%			43.61%	39.71%	0.10%	0.92%	3.57%	4.55%	27.43%	15.07%				28.59%	16.22%		
1929	17.20	0.58%			-8.42%	-51.35%	3.42%	6.01%	4.71%	4.73%	-17.56%	-7.40%				-18.15%	-7.98%		
1930	16.10	-6.40%			-24.90%	-38.10%	4.66%	6.71%	2.42%	4.55%	-18.58%	-7.49%				-12.19%	-1.10%		
1931	14.60	-9.32%		-3.71%	-43.34%	-49.71%	-5.31%	-2.32%	1.10%	4.58%	-31.30%	-18.52%		-27.59%		-21.98%	-9.20%		
1932	13.10	-10.27%		-5.31%	-8.19%	-5.41%	16.84%	8.81%	0.92%	5.01%	-5.41%	5.36%		4.77%		9.73%	15.63%		
1933	13.20	0.76%		-4.93%	53.99%	142.45%	-0.07%	1.83%	0.33%	4.49%	63.68%	34.92%			68.61%	62.92%	34.16%		
1934	13.40	1.52%		-4.74%	-1.44%	24.24%	10.03%	9.00%	0.17%	4.00%	10.14%	9.71%			14.89%	8.63%	8.19%		
1935	13.80	2.99%		-2.87%	47.67%	40.24%	4.98%	7.01%	0.16%	3.60%	30.41%	18.99%			33.28%	27.43%	16.00%		
1936	14.00	1.45%		-0.71%	33.92%	64.73%	7.52%	3.06%	0.16%	3.24%	33.50%	20.45%			34.21%	32.05%	19.00%		
1937	14.40	2.86%	0.98%	1.91%	-35.03%	-58.01%	0.23%	1.56%	0.33%	3.26%	-29.84%	-15.73%		-0.93%	-31.75%	-32.70%	-18.59%		
1938	14.00	-2.78%	0.00%	1.21%	31.12%	32.82%	5.53%	6.23%	0.00%	3.19%	22.54%	14.72%		-1.21%	21.33%	25.31%	17.50%		
1939	14.00	0.00%	0.97%	0.90%	-0.41%	0.32%	5.94%	4.52%	0.00%	3.01%	1.54%	3.12%		0.07%	0.63%	1.54%	3.12%		
1940	14.10	0.71%	0.00%	0.45%	-9.78%	-5.14%	6.09%	2.96%	0.00%	2.84%	-3.51%	0.10%		0.00%	-3.96%	-4.23%	-0.61%		
1941	15.50	9.93%	0.96%	2.14%	-11.59%	-9.06%	0.93%	0.50%	0.08%	2.77%	-6.51%	-3.18%		-1.18%	-8.65%	-16.43%	-13.11%		
1942	16.90	9.03%	3.81%	3.38%	20.34%	44.59%	3.22%	1.94%	0.25%	2.83%	21.77%	12.92%		0.43%	18.39%	12.74%	3.89%		
1943	17.40	2.96%	4.59%	4.53%	25.90%	88.40%	2.09%	2.81%	0.33%	2.73%	37.59%	21.49%		0.06%	33.06%	34.63%	18.53%		
1944	17.80	2.30%	2.63%	4.99%	19.75%	53.70%	2.81%	1.80%	0.33%	2.72%	24.41%	14.25%		-2.36%	19.42%	22.11%	11.95%		
1945	18.20	2.25%	2.56%	5.29%	36.44%	73.62%	10.73%	2.22%	0.32%	2.62%	37.54%	23.16%		-2.73%	32.25%	35.29%	20.91%		
1946	21.50	18.13%	8.33%	6.93%	-8.07%	-11.63%	-0.10%	1.00%	0.40%	2.53%	-6.23%	-3.16%		1.40%	-13.16%	-24.36%	-21.29%		
1947	23.40	8.84%	6.92%	6.89%	5.71%	0.91%	-2.62%	0.91%	0.48%	2.61%	1.94%	0.67%		0.03%	-4.95%	-6.89%	-8.17%		
1948	24.10	2.99%	5.76%	6.90%	5.50%	-2.10%	3.40%	1.85%	0.80%	2.82%	1.97%	2.21%		-1.15%	-4.93%	-1.02%	-0.78%		
1949	23.60	-2.07%	1.36%	6.03%	18.79%	19.74%	6.45%	2.32%	1.11%	2.66%	13.89%	9.43%		-4.67%	7.86%	15.96%	11.50%		
1950	25.00	5.93%	3.36%	6.76%	31.71%	38.74%	0.06%	0.70%	1.18%	2.62%	23.03%	12.62%		-3.41%	16.27%	17.10%	6.68%		
1951	26.50	6.00%	5.84%	4.34%	24.02%	7.81%	-3.93%	0.36%	1.48%	2.86%	9.96%	4.57%		1.51%	5.63%	3.96%	-1.43%		
1952	26.70	0.75%	4.29%	2.72%	18.37%	3.03%	1.16%	1.63%	1.68%	2.96%	7.53%	4.67%		1.57%	4.81%	6.78%	3.91%		
1953	26.90	0.75%	3.53%	2.27%	-0.99%	-6.48%	3.64%	3.23%	1.81%	3.20%	-1.28%	0.84%		1.26%	-3.55%	-2.03%	0.10%		
1954	26.70	-0.74%	2.27%	2.54%	52.62%	60.58%	7.19%	2.68%	0.89%	2.90%	38.28%	22.82%		-0.27%	35.74%	39.02%	23.56%		
1955	26.80	0.37%	3.33%	1.43%	31.56%	20.44%	-1.29%	-0.65%	1.54%	3.05%	16.74%	8.60%		1.91%	15.31%	16.37%	8.22%		
1956	27.60	2.99%	3.23%	0.82%	6.56%	4.28%	-5.59%	-0.42%	2.45%	3.36%	0.22%	0.22%		2.40%	1.93%	2.99%	-2.77%		
1957	28.40	2.90%	4.69%	1.25%	-10.78%	-14.57%	7.46%	7.84%	3.17%	3.89%	-5.77%	0.31%		3.43%	-7.02%	-8.66%	-2.59%		
1958	28.90	1.76%	4.48%	1.46%	43.36%	64.89%	-6.09%	-1.29%	1.50%	3.79%	34.04%	16.80%		3.02%	32.59%	32.28%	15.04%		
1959	29.40	1.73%	3.81%	1.95%	11.96%	16.40%	-2.26%	-0.39%	2.96%	4.38%	4.32%	4.32%		1.86%	7.00%	7.22%	2.59%		
1960	29.80	1.36%	3.21%	2.15%	0.47%	-3.29%	13.78%	11.76%	2.68%	4.41%	3.07%	7.30%		1.06%	0.92%	1.71%	5.94%		
1961	30.00	0.67%	3.11%	1.68%	26.89%	32.09%	0.97%	1.85%	-2.10%	4.35%	19.67%	11.27%		1.43%	17.99%	19.00%	10.60%		
1962	30.40	1.33%	2.16%	1.37%	-8.73%	-11.90%	6.89%	5.56%	2.74%	4.33%	-4.68%	0.26%		0.78%	-6.06%	-6.02%	-1.07%		
1963	30.90	1.64%	2.53%	1.35%	22.80%	23.57%	1.21%	1.64%	3.16%	4.26%	15.65%	9.13%		1.18%	14.30%	14.01%	7.48%		
1964	31.20	0.97%	2.06%	1.20%	16.48%	23.52%	3.51%	4.04%	3.53%	4.41%	14.27%	9.44%		0.86%	13.08%	13.30%	8.47%		
1965	31.80	1.92%	2.82%	1.31%	12.45%	41.75%	0.71%	1.02%	3.92%	4.49%	17.92%	10.20%		1.51%	16.62%	16.00%	8.28%		
1966	32.90	3.46%	6.67%	1.87%	-10.06%	-7.01%	3.65%	4.69%	4.76%	5.13%	-4.07%	-0.25%		4.80%	-5.94%	-7.53%	-3.71%		
1967	33.90	3.04%	6.25%	2.21%	23.98%	83.57%	-9.18%	1.01%	4.23%	5.51%	33.64%	16.58%		4.04%	31.43%	30.60%	13.54%		
1968	35.50	4.72%	6.23%	2.82%	11.06%	35.97%	-0.26%	4.54%	5.21%	6.18%	16.06%	9.77%		3.41%	13.24%	11.34%	5.05%		
1969	37.70	6.20%	6.19%	3.87%	-8.50%	-25.05%	-5.07%	-0.74%	6.57%	7.03%	-11.36%	-7.29%		2.32%	-15.23%	-17.56%	-13.48%		
1970	39.80	5.57%	7.36%	4.60%	3.86%	-17.43%	12.11%	16.86%	6.52%	8.04%	0.37%	6.64%		2.76%	-4.23%	-5.20%	1.07%		
1971	41.10	3.27%	4.57%	4.56%	14.30%	16.50%	13.23%	8.72%	4.40%	7.39%	13.51%	12.20%		0.01%	8.95%	10.25%	8.93%		
1972	42.50	3.41%	3.28%	4.63%	18.99%	4.43%	5.69%	5.16%	3.82%	7.21%	9.50%	7.54%		-1.35%	4.87%	6.10%	4.14%		
1973	46.20	8.71%	5.29%	5.43%	-14.69%	-30.90%	-1.11%	4.61%	6.92%	7.44%	-13.86%	-6.58%		-0.14%	-19.29%	-22.57%	-15.29%		
1974	51.90	12.34%	12.56%	6.66%	-26.47%	-19.95%	4.35%	5.69%	8.03%	8.57%	-13.21%	-4.71%		5.91%	-19.87%	-25.55%	-17.05%		
1975	55.50	6.94%	9.82%	6.93%	37.23%	52.82%	9.20%	7.83%	5.79%	8.83%	32.03%	21.16%		2.89%	25.10%	25.10%	14.22%		
1976	58.20	4.86%	9.96%	7.25%	23.93%	57.38%	16.75%	12.87%	5.06%	8.43%	30.95%	23.37%		2.71%	23.70%	26.09%	18.50%		
1977	62.10	6.70%	8.87%	7.91%	-7.16%	25.38%	-0.69%	1.41%	5.12%	8.02%	6.12%	3.66%		0.96%	-1.79%	-0.58%	-3.04%		
1978	67.70	9.02%	8.83%	7.97%	6.57%	23.46%	-1.18%	3.49%	7.19%	8.73%	10.38%	6.31%		0.86%	2.41%	1.36%	-2.71%		
1979	76.70	13.29%	10.14%	8.16%	18.61%	43.46%	-1.23%	4.09%	10.37%	9.63%	21.00%	12.24%		1.98%	12.83%	7.70%	-1.06%		
1980	86.30	12.52%	9.92%	9.28%	32.50%	39.88%	-3.95%	3.91%	11.24%	11.94%	24.04%	13.22%		0.64%	14.76%	11.53%	0.70%		
1981	94.00	8.92%	12.50%	10.09%	-4.92%	13.88%	1.86%	9.45%	14.70%	14.17%	5.25%	5.70%		2.41%	-4.84%	-3.67%	-3.23%		
1982	97.60	3.83%	11.00%	9.52%	21.55%	28.01%	40.36%	29.10%	10.54%	13.79%	27.02%	30.04%		1.48%	13.75%	23.19%	26.21%		
1983	101.30	3.79%	6.40%	8.47%	22.56%	39.67%	0.65%	7.41%	8.81%	12.04%	21.79%	13.75%		-2.07%	13.32%	18.00%	9.96%		
1984	105.30	3.95%	6.11%	6.60%	6.27%	-6.67%	15.48%	14.02%	9.85%	12.71%	4.85%	9.27%		-0.49%	-1.75%	0.90%	5.32%		
1985	109.30	3.80%	6.76%	4.86%	31.73%	24.66%	30.97%	20.33%	7.72%	11.37%	26.44%	25.64%		1.91%	21.59%	22.64%	21.85%		

Development of Incurred Loss Tail Factor - 306 Months to Ultimate
Based on Inverse Power Curve Fit to Weighted Average All Year Factors

Summary of Indicated Tail Factors
Based on Alternative Time Intervals
Beginning at 54:66, 66:78 and 78:90 Month Factors (a)

Fitted Interval	Wtd. Avg. All Years Beginning with Factor 66:78			Indicated Tail Factor 306:Ult. Based on Fitted Values Beginning with 54:66 Factor	Indicated Tail Factor 306:Ult. Based on Fitted Values Beginning with 78:90 Factor
	Intercept Ln (a)	Slope b	Indicated Tail Factor 306:Ult.		
(1)	(2)	(3)	(4)	(5)	(6)
First 11 Factors	(1.6531)	1.4211	1.0274	1.0161	1.0363
First 10 Factors	(3.2834)	0.6769	1.0784	1.0034	1.0969
First 9 Factors	(0.6932)	1.8746	1.0142	1.0076	1.6268
First 8 Factors	(2.9510)	0.8162	1.0660	1.0003	1.0870
First 7 Factors	2.8767	3.5884	1.0012	1.0006	3.6314
First 6 Factors	0.5956	2.4862	1.0059	1.0014	1.0106
First 5 Factors	(2.9706)	0.7338	1.0877	1.0000	1.5244
Average of All			1.0401	1.0042	1.5733
Selected Tail Factor 306:Ult.			1.1330		

Note: (a) Indicated tail factor based on inverse power curve fit (with $y = 1 + a / (t + c)^b$ where $c = -1$) to various time intervals as described in column (1). An example is shown in Appendix C, Exhibit II, Sheets 1 and 2.

Development of Incurred Loss Tail Factor - 306 Months to Ultimate
Based on Inverse Power Curve Fit to Weighted Average All Year Factors
Example Shown Below for Fit to First Ten Dollar Weighted Average All Factors - Beginning with 54:66

Maturity	T Value	Incremental Development Factor (a)	Dev. Factor Minus 1.0 D Fact - 1 (3) - 1.0	X Value Ln(1/t) Log (1/ Col.(2))	Y Value Ln (Fact-1) Log (Col. (4))	Fitted Value Ln (Fact-1) Y = Col. (6) X = Col. (5)	Fitted Value Exp (Col. (7))	Fitted Loss Dev. Factor 1.0 + Col. (8)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
54	5.5	1.18525	0.1852	-1.7047	-1.6861	-2.9475	0.0525	1.0525
66	6.5	1.04879	0.0488	-1.8718	-3.0202	-3.4785	0.0309	1.0309
78	7.5	1.00100	0.0010	-2.0149	-6.9078	-3.9333	0.0196	1.0196
90	8.5	1.07817	0.0782	-2.1401	-2.5488	-4.3311	0.0132	1.0132
102	9.5	1.00100	0.0010	-2.2513	-6.9078	-4.6846	0.0092	1.0092
114	10.5	1.03805	0.0381	-2.3514	-3.2688	-5.0027	0.0067	1.0067
126	11.5	1.00189	0.0019	-2.4423	-6.2720	-5.2919	0.0050	1.0050
138	12.5	1.00100	0.0010	-2.5257	-6.9078	-5.5569	0.0039	1.0039
150	13.5	1.07211	0.0721	-2.6027	-2.6296	-5.8015	0.0030	1.0030
162	14.5	1.00100	0.0010	-2.6741	-6.9078	-6.0286	0.0024	1.0024

(10) Ln a - Intercept =====> 2.4709
 (11) a =====> 11.8327
 (12) b - Slope =====> 3.1784
 (13) Indicated Tail 306 to Ultimate =====> 1.0034
 (14) Selected Tail 306 to Ultimate =====> 1.1330

Note: (a) Based on inverse power curve fit to the incurred loss development (weighted average all years) factors as shown on Exhibit VII, Sheets 2a, 2b and 2c - 54:66 to 162:174.

Development of Incurred Loss Tail Factor - 306 Months to Ultimate
Based on Inverse Power Curve Fit to Factors Shown in Appendix C, Exhibit II, Sheet 1
Extrapolated to 570 Months - Based on Approximate Life Expectancy at Age 25 (306 months)

Maturity	T Value	X Value		Fitted Value Exp (Col. (4))	Fitted Loss	Fitted Loss Dev. Factor Cumulative Product of Col. (6)
		Ln(1/t) Log (1/ Col.(2))	Fitted Value (a) Ln (Fact-1)		Dev. Factor (Incremental) 1.0 + Col. (5)	
(1)	(2)	(3)	(4)	(5)	(6)	(7)
306	26.5	-3.27714	-7.9452	0.0004	1.0004	1.0034
318	27.5	-3.31419	-8.0629	0.0003	1.0003	1.0030
330	28.5	-3.34990	-8.1764	0.0003	1.0003	1.0027
342	29.5	-3.38439	-8.2860	0.0003	1.0003	1.0024
354	30.5	-3.41773	-8.3920	0.0002	1.0002	1.0022
366	31.5	-3.44999	-8.4945	0.0002	1.0002	1.0019
378	32.5	-3.48124	-8.5939	0.0002	1.0002	1.0017
390	33.5	-3.51155	-8.6902	0.0002	1.0002	1.0015
402	34.5	-3.54096	-8.7837	0.0002	1.0002	1.0014
414	35.5	-3.56953	-8.8745	0.0001	1.0001	1.0012
426	36.5	-3.59731	-8.9628	0.0001	1.0001	1.0011
438	37.5	-3.62434	-9.0487	0.0001	1.0001	1.0010
450	38.5	-3.65066	-9.1324	0.0001	1.0001	1.0008
462	39.5	-3.67630	-9.2139	0.0001	1.0001	1.0007
474	40.5	-3.70130	-9.2933	0.0001	1.0001	1.0006
486	41.5	-3.72569	-9.3708	0.0001	1.0001	1.0005
498	42.5	-3.74950	-9.4465	0.0001	1.0001	1.0005
510	43.5	-3.77276	-9.5204	0.0001	1.0001	1.0004
522	44.5	-3.79549	-9.5927	0.0001	1.0001	1.0003
534	45.5	-3.81771	-9.6633	0.0001	1.0001	1.0002
546	46.5	-3.83945	-9.7324	0.0001	1.0001	1.0002
558	47.5	-3.86073	-9.8000	0.0001	1.0001	1.0001
570	48.5	-3.88156	-9.8663	0.0001	1.0001	1.0001

Note: (a) Based on Slope and Intercept values shown in Appendix C, Exhibit II, Sheet 1 and X value shown in Column (3) above.

Actual Paid Loss and ALAE
Current Level Basis

Before Reinsurance Recovery

Birth Year	Paid Loss & ALAE						
	@ 12/31/09 (a)	@ 12/31/10 (a)	@ 12/31/11 (a)	@ 12/31/12 (b)	@ 12/31/13 (b)	@ 3/31/14 (b)	@ 6/30/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	10,186,409	10,458,034	10,858,188	11,264,469	11,960,429	12,132,360	12,401,191
1990	3,723,264	3,837,883	3,989,667	4,134,429	4,739,750	4,936,126	5,133,233
1991	3,412,646	3,925,649	4,405,095	5,367,300	6,403,902	6,555,235	6,857,514
1992	6,464,261	7,013,018	7,772,126	8,309,249	10,486,924	10,699,695	11,553,591
1993	11,600,217	12,313,100	13,089,455	13,913,903	15,456,495	15,759,194	16,330,907
1994	4,883,079	5,023,121	5,198,208	5,344,508	5,989,723	6,034,839	6,353,314
1995	3,873,071	4,829,658	5,595,923	5,921,580	7,168,370	7,302,447	7,728,639
1996	5,071,490	5,506,117	5,973,099	6,311,867	7,106,412	7,237,394	7,726,241
1997	5,207,959	5,901,603	6,522,569	7,543,370	9,312,837	9,443,372	10,046,646
1998	8,112,136	9,116,042	10,194,077	11,277,495	13,609,770	13,933,413	14,882,297
1999	6,164,930	6,912,528	7,719,729	8,273,551	9,732,949	9,858,187	10,104,054
2000	2,965,732	3,276,769	3,514,181	3,762,460	4,317,207	4,373,602	4,450,573
2001	3,883,121	4,175,734	4,515,405	4,842,890	5,425,462	5,549,146	5,644,960
2002	5,826,962	6,856,989	7,727,861	8,707,708	10,580,391	10,950,425	11,488,643
2003	1,772,921	1,930,389	2,203,060	2,495,687	2,753,640	2,819,641	2,924,769
2004	2,171,906	2,595,632	2,994,077	3,215,209	3,522,795	3,593,162	3,663,687
2005	2,142,949	3,240,890	3,997,772	4,719,465	5,198,978	5,320,045	5,446,402
2006	1,291,184	2,233,340	3,934,023	4,901,878	5,614,611	5,795,018	5,949,838
2007	909,414	2,145,757	3,232,481	4,101,955	5,212,346	5,424,181	5,625,506
2008	287,894	916,649	1,407,917	2,014,976	2,355,509	2,476,557	2,591,781
2009	114,839	628,299	1,532,304	2,438,709	3,142,736	3,283,854	3,418,634
2010		116,166	895,231	1,203,035	1,818,188	1,888,045	1,950,349
2011			11,245	178,666	877,041	1,231,610	1,331,465
2012				16,611	97,446	265,165	426,059
2013					114,394	133,782	323,461
2014						0	0
Totals:							
2009 & Prior	90,066,385	102,837,202	116,377,216	128,862,658	150,091,237	153,477,892	160,322,421
2010 & Prior		102,953,368	117,272,447	130,065,693	151,909,425	155,365,937	162,272,770
2011 & Prior			117,283,692	130,244,359	152,786,466	156,597,547	163,604,235
2012 & Prior				130,260,969	152,883,912	156,862,713	164,030,293
2013 & Prior					152,998,305	156,996,495	164,353,755
2014 & Prior						156,996,495	164,353,755

Notes: (a) Based on actual paid loss and ALAE as shown in Exhibit I, Sheet 1c, Column (4) of reserve report evaluated as of 12/31/2009, 12/31/2010 and 12/31/2011.

(b) Based on actual paid loss and ALAE as shown in Exhibit I, Sheet 1a, Column (4) of reserve reports evaluated as of 12/31/2012, 12/31/2013, 3/31/2014 and 6/30/2014.

Actual Incurred Loss and ALAE
Current Level Basis
Before Inflation and Discount
Before Reinsurance Recovery

Birth Year	Incurred Loss & ALAE						
	@ 12/31/09 (a)	@ 12/31/10 (a)	@ 12/31/11 (a)	@ 12/31/12 (b)	@ 12/31/13 (b)	@ 3/31/14 (b)	@ 6/30/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	25,392,567	26,078,544	25,583,011	27,706,619	26,373,709	26,391,520	26,391,520
1990	13,314,815	10,443,544	10,543,426	12,118,649	11,460,479	11,507,907	11,507,907
1991	22,161,349	22,464,393	23,417,200	28,845,823	27,053,131	27,053,131	27,053,131
1992	45,578,473	45,939,767	46,942,773	55,890,448	52,815,766	52,897,041	52,897,041
1993	45,769,261	46,809,981	42,703,727	48,709,272	44,371,745	44,404,706	44,278,230
1994	15,697,230	16,210,446	18,343,661	20,873,806	20,730,853	20,734,079	20,734,079
1995	30,541,666	29,252,587	27,611,220	28,549,550	31,116,266	31,116,266	31,116,266
1996	32,557,199	32,684,558	24,024,889	28,929,040	28,427,439	28,427,439	28,427,439
1997	38,463,312	43,675,859	41,626,317	44,901,093	45,773,854	42,607,213	42,607,213
1998	54,563,346	61,812,278	60,372,902	69,428,161	71,845,599	71,915,052	71,915,052
1999	26,384,594	30,676,593	27,364,683	29,426,181	30,621,162	30,621,182	30,621,182
2000	22,486,180	21,268,225	17,120,713	21,576,045	18,959,802	18,959,802	18,959,802
2001	21,353,204	24,146,698	22,453,008	27,428,112	26,466,604	26,466,604	26,466,604
2002	67,771,825	65,863,004	75,780,805	81,408,182	80,239,381	74,193,641	74,277,227
2003	11,350,748	13,844,639	15,168,263	15,986,156	15,239,817	15,239,817	15,239,817
2004	26,994,425	22,859,791	23,353,511	23,639,048	24,722,792	24,722,792	24,722,792
2005	40,349,156	51,636,560	49,969,413	50,170,611	41,236,975	37,068,883	37,061,113
2006	33,495,282	37,658,562	48,568,924	49,129,618	48,994,258	48,994,258	48,994,258
2007	16,105,434	32,149,065	42,727,201	45,320,710	43,306,651	41,881,526	41,934,600
2008	19,305,512	27,518,410	45,383,414	47,873,092	52,865,872	52,865,872	50,212,709
2009	2,400,124	12,214,510	32,754,971	43,304,404	47,846,038	50,591,038	45,316,817
2010		367,288	11,709,849	23,432,658	28,572,781	32,942,974	30,369,032
2011			8,025,000	18,092,817	27,966,715	33,939,264	35,528,082
2012				12,090,000	20,346,124	20,529,526	23,286,183
2013					8,415,555	10,982,911	13,706,527
2014						0	0
Totals:							
2009 & Prior	612,035,700	675,208,013	721,814,030	801,214,619	790,468,191	778,659,768	770,734,798
2010 & Prior		675,575,300	733,523,879	824,647,277	819,040,972	811,602,742	801,103,829
2011 & Prior			741,548,879	842,740,094	847,007,687	845,542,006	836,631,912
2012 & Prior				854,830,094	867,353,811	866,071,532	859,918,095
2013 & Prior					875,769,366	877,054,442	873,624,622
2014 & Prior						877,054,442	873,624,622

Notes: (a) Based on actual paid and case outstanding loss and ALAE as shown in Exhibit I, Sheet 1c, Columns (4) and (2) of reserve report evaluated as of 12/31/2009, 12/31/2010 and 12/31/2011.

(b) Based on actual paid and case outstanding loss and ALAE as shown in Exhibit I, Sheet 1a, Columns (4) and (2) of reserve reports evaluated as of 12/31/2012, 12/31/2013, 3/31/2014 and 6/30/2014.

Ultimate Loss and ALAE
 Birth Year Level Basis (Paid and Outstanding Loss and ALAE)
 Before Inflation and Discount
 Before Reinsurance Recovery

Birth Year	Ultimate Loss & ALAE						
	@ 12/31/09 (a)	@ 12/31/10 (a)	@ 12/31/11 (a)	@ 12/31/12 (a)	@ 12/31/13 (a)	@ 3/31/14 (a)	@ 6/30/14 (a)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	N/A	27,151,287	26,330,062	26,239,659	23,959,593	23,633,533	23,767,960
1990	N/A	11,614,027	11,477,027	11,641,938	10,246,976	10,121,002	10,175,552
1991	N/A	21,846,966	23,599,488	25,562,294	22,304,544	22,066,516	22,269,802
1992	N/A	45,007,814	45,510,337	49,648,408	43,814,483	43,419,554	43,576,352
1993	N/A	46,399,495	42,090,226	45,388,953	39,587,735	39,124,763	38,805,491
1994	N/A	17,704,344	19,509,699	20,997,772	19,372,951	19,098,812	19,356,853
1995	N/A	29,612,489	27,858,448	26,170,052	26,818,973	26,550,427	26,710,545
1996	N/A	34,616,867	25,704,748	27,833,390	26,231,269	26,376,524	25,392,569
1997	N/A	46,595,341	43,560,423	40,798,018	40,407,001	37,969,195	36,467,771
1998	N/A	66,412,941	63,607,918	63,521,734	61,517,550	62,413,767	61,046,484
1999	N/A	35,941,607	31,549,054	29,830,188	28,407,824	28,065,350	27,959,941
2000	N/A	26,019,849	21,007,662	22,396,391	18,726,468	18,365,662	18,192,587
2001	N/A	30,143,811	27,629,667	28,951,546	26,397,525	25,826,092	25,648,647
2002	N/A	81,623,942	89,912,951	84,119,393	77,166,072	69,847,760	69,646,437
2003	N/A	19,765,701	20,411,699	18,732,576	16,820,632	16,167,234	16,004,848
2004	N/A	34,906,670	33,509,530	28,899,731	28,835,840	26,610,249	26,349,446
2005	N/A	73,254,683	67,946,105	58,507,245	46,987,970	41,241,437	40,583,923
2006	N/A	59,312,524	66,536,687	58,405,872	57,971,240	54,052,298	53,308,156
2007	N/A	59,153,178	67,620,964	58,470,417	56,101,360	52,582,345	51,525,311
2008	N/A	66,478,546	79,164,976	68,213,720	68,761,560	63,651,766	61,720,359
2009	N/A	70,036,100	82,639,361	74,221,132	73,702,410	72,840,312	63,625,911
2010		64,978,389	69,884,924	64,673,667	56,447,824	58,243,045	54,109,129
2011			72,891,940	71,306,452	65,671,795	67,901,384	65,521,066
2012				81,217,094	76,746,568	68,754,961	68,557,968
2013					76,400,906	70,162,171	73,158,807
2014 (6 Mo)						17,945,192	32,408,710
Totals:							
2009 & Prior	N/A	903,598,184	917,177,034	868,550,428	814,139,976	780,024,595	762,134,947
2010 & Prior		968,576,573	987,061,958	933,224,095	870,587,801	838,267,641	816,244,076
2011 & Prior			1,059,953,897	1,004,530,547	936,259,596	906,169,024	881,765,142
2012 & Prior				1,085,747,642	1,013,006,165	974,923,985	950,323,109
2013 & Prior					1,089,407,071	1,045,086,156	1,023,481,916
2014 & Prior						1,063,031,348	1,055,890,627

Note: (a) Based on historical estimates of ultimate loss and ALAE at birth year level before inflation and anticipated investment income as shown in Column (7) of Exhibit IV of reserve report evaluated as of 12/31/2010, 12/31/2011, 12/31/2012, 12/31/2013, 3/31/2014 and 6/30/2014.

Ultimate Loss and ALAE
Actual Paid and Current Level Outstanding Before Prospective Inflation and Discount
Before Inflation and Discount
Before Reinsurance Recovery

Birth Year	Ultimate Loss & ALAE						
	@ 12/31/09 (a)	@ 12/31/10 (a)	@ 12/31/11 (a)	@ 12/31/12 (b)	@ 12/31/13 (b)	@ 3/31/14 (b)	@ 6/30/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	30,195,406	31,013,780	30,302,524	32,662,292	31,283,689	31,132,880	30,978,307
1990	16,245,871	13,213,102	13,155,761	14,871,810	14,150,051	14,097,851	14,010,910
1991	25,563,433	24,954,229	27,201,674	32,897,544	30,896,715	30,760,750	30,641,115
1992	52,762,445	50,796,217	51,820,930	63,695,571	60,456,635	60,238,164	59,802,402
1993	53,982,015	52,079,760	47,624,682	56,359,640	52,344,829	52,055,746	50,919,458
1994	20,606,060	19,583,922	21,745,732	25,995,859	25,577,544	25,334,974	25,416,372
1995	36,386,656	33,041,315	31,392,335	32,691,605	36,475,380	36,254,794	35,958,566
1996	41,081,064	38,326,178	28,672,897	34,219,094	34,784,174	35,110,142	33,489,510
1997	48,276,930	51,540,936	48,562,684	51,684,192	54,619,408	51,506,665	48,956,789
1998	67,105,294	73,205,094	70,673,787	78,809,076	81,912,168	83,365,417	81,065,521
1999	35,469,979	39,466,371	34,938,796	36,306,404	37,383,127	37,074,905	36,433,325
2000	30,665,379	28,356,997	23,037,519	27,324,802	24,434,778	24,053,800	23,594,276
2001	29,466,949	32,760,575	30,231,415	34,994,886	33,994,147	33,368,601	32,826,866
2002	89,829,000	88,640,493	98,299,372	102,197,306	100,852,407	91,645,468	90,560,165
2003	17,352,578	21,361,345	22,214,126	22,442,880	21,586,870	20,813,384	20,446,507
2004	41,925,368	37,567,720	36,310,314	34,533,322	35,562,370	34,257,530	33,688,041
2005	63,388,909	78,569,317	73,374,866	69,958,032	57,686,770	51,022,458	49,897,082
2006	56,804,169	63,345,467	71,604,504	69,642,638	68,245,099	66,454,796	65,148,973
2007	43,932,498	62,882,409	72,358,633	69,436,362	65,669,897	61,851,911	60,302,589
2008	70,240,739	66,960,112	80,058,011	74,863,254	76,924,563	74,474,547	69,177,748
2009	65,842,195	70,271,249	83,227,624	81,077,021	81,914,437	81,268,455	70,664,039
2010		64,978,389	70,135,006	70,499,869	62,574,064	64,716,970	59,983,886
2011			72,891,940	77,584,464	72,600,196	75,265,287	72,472,357
2012				81,217,094	77,309,410	75,963,125	75,594,270
2013					76,400,906	70,578,185	73,485,314
2014 (6 Mo)						17,945,192	32,408,710
Totals:							
2009 & Prior	937,122,936	977,936,586	996,808,186	1,046,663,592	1,026,755,059	996,143,238	963,978,562
2010 & Prior		1,042,914,976	1,066,943,192	1,117,163,461	1,089,329,123	1,060,860,208	1,023,962,448
2011 & Prior			1,139,835,132	1,194,747,925	1,161,929,319	1,136,125,495	1,096,434,805
2012 & Prior				1,275,965,019	1,239,238,729	1,212,088,620	1,172,029,075
2013 & Prior					1,315,639,635	1,282,666,805	1,245,514,389
2014 & Prior						1,300,611,997	1,277,923,099

Notes: (a) Based on actual paid loss and ALAE and total outstanding loss & ALAE before inflation and discount as shown in Columns (4) and (3) of Exhibit I, Sheet 1c of reserve report evaluated as of 12/31/09, 12/31/2010 and 12/31/2011.

(b) Based on actual paid loss and ALAE and total outstanding loss & ALAE before inflation and discount as shown in Columns (4) and (3) of Exhibit I, Sheet 1a of reserve reports evaluated as 12/31/2012, 12/31/2013, 3/31/2014 and 6/30/2014.

Ultimate Loss and ALAE
Actual Paid and Current Level Outstanding After Prospective Inflation and Discount
After Inflation and Discount
Before Reinsurance Recovery

Birth Year	Ultimate Loss & ALAE						
	@ 12/31/09 (a)	@ 12/31/10 (a)	@ 12/31/11 (a)	@ 12/31/12 (b)	@ 12/31/13 (b)	@ 3/31/14 (b)	@ 6/30/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	24,441,344	25,948,541	25,509,442	27,506,772	26,769,383	26,683,947	26,587,120
1990	12,808,521	11,232,113	11,625,555	13,159,030	12,801,141	12,776,053	12,721,709
1991	18,982,292	18,925,551	21,097,411	25,311,770	24,687,061	24,636,191	24,596,929
1992	39,675,481	38,220,549	40,222,982	49,327,350	47,876,956	47,795,522	47,585,465
1993	42,880,334	41,791,486	38,731,321	45,788,530	43,090,047	42,915,495	42,078,446
1994	15,511,446	15,277,614	16,761,793	20,064,060	19,867,432	19,704,776	19,789,627
1995	26,915,196	25,514,756	24,594,274	26,029,492	29,127,651	29,007,544	28,804,865
1996	30,841,922	29,640,210	23,306,497	27,492,683	28,231,067	28,530,887	27,362,029
1997	37,297,553	38,408,874	37,115,006	40,113,754	42,286,861	40,093,009	38,304,789
1998	50,964,904	55,458,158	54,498,067	60,767,030	63,468,215	64,635,210	63,162,349
1999	29,196,428	32,383,479	29,184,644	30,565,329	31,550,950	31,358,595	30,884,292
2000	23,206,043	21,551,843	18,016,710	21,062,633	18,979,138	18,732,901	18,434,322
2001	21,941,809	24,613,890	23,226,853	26,851,692	26,301,482	25,888,850	25,529,064
2002	69,791,893	66,487,667	73,147,995	76,262,326	76,648,996	70,061,899	69,390,833
2003	14,143,138	16,698,172	17,581,858	17,921,235	17,572,173	16,987,599	16,730,479
2004	29,160,067	26,493,106	26,130,395	25,034,954	26,012,771	25,181,427	24,873,950
2005	43,464,402	54,307,547	51,711,604	49,769,567	41,687,280	37,194,245	36,569,617
2006	38,500,429	43,369,044	50,126,583	49,183,485	48,785,647	47,729,746	47,022,287
2007	29,545,510	42,718,969	50,113,793	48,454,775	46,503,833	44,086,127	43,226,279
2008	46,611,215	44,717,134	54,385,826	51,148,205	52,939,180	51,402,347	47,993,310
2009	43,322,464	46,499,415	56,182,157	55,061,598	56,275,559	55,953,081	48,938,282
2010		42,506,678	46,963,905	47,244,604	42,551,480	44,070,531	41,013,237
2011			48,135,149	51,255,567	48,664,196	50,651,716	48,951,426
2012				53,164,473	51,304,216	50,582,636	50,490,378
2013					50,356,222	46,700,243	48,800,285
2014 (6 Mo)						11,741,191	21,299,458
Totals:							
2009 & Prior	689,202,391	720,258,115	743,270,767	786,876,268	781,462,826	761,355,448	740,586,042
2010 & Prior		762,764,793	790,234,672	834,120,872	824,014,306	805,425,979	781,599,279
2011 & Prior			838,369,821	885,376,439	872,678,502	856,077,695	830,550,705
2012 & Prior				938,540,911	923,982,718	906,660,331	881,041,083
2013 & Prior					974,338,940	953,360,574	929,841,368
2014 & Prior						965,101,765	951,140,826

Notes: (a) Based on actual paid loss and ALAE and total outstanding loss & ALAE after inflation and discount as shown in Columns (4) and (7) of Exhibit I, Sheet 1c of reserve report evaluated as of 12/31/09, 12/31/2010 and 12/31/2011.

(b) Based on actual paid loss and ALAE and total outstanding loss & ALAE after inflation and discount as shown in Columns (4) and (7) of Exhibit I, Sheet 1a of reserve reports evaluated as of 12/31/2012, 12/31/2013, 3/31/2014 and 6/30/2014.