

**FLORIDA BIRTH RELATED NEUROLOGICAL INJURY  
COMPENSATION ASSOCIATION  
REVIEW OF OUTSTANDING LOSS RESERVES  
EVALUATED AS OF DECEMBER 31, 2014**

**Turner Consulting, Inc.  
April, 2015**

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April 28, 2015

Ms. Kenney Shipley  
Executive Director  
Florida Birth Related Neurological  
Injury Compensation Association  
2360 Christopher Place, Suite 1  
Tallahassee, Florida 32308

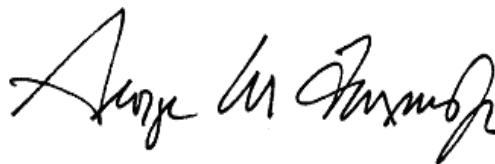
Re: NICA Outstanding Loss Reserves – Evaluated as of December 31, 2014

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 December 31, 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 December 31, 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 December 31, 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 December 31, 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 December 31, 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 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 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 in our estimate 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 increase 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) increased by \$ 12.43 million during the quarter ending December 31, 2014. Claims first reported during the quarter resulted in an increase in case loss and ALAE reserves of \$ 5.70 million. Thus in the aggregate, case reserves established on claims reported prior to October 1, 2014 increased by \$ 6.73 million relative to the case loss and ALAE reserves established as of September 30, 2014 (\$ 12.43 M minus \$ 5.70 M = \$ 6.73 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 December 31, 2014 of \$799.0 million (Exhibit I, Sheet 1a, Column (7)). The comparable estimate of loss and LAE reserves after consideration of calculated reinsurance recoveries is \$753.0 million (Exhibit I, Sheet 4, Column (19)). The comparable loss and ALAE reserve estimates, excluding the consideration of ULAE reserves, are \$789.6 million and \$743.6 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 December 31, 2014 is developed on Exhibit I, Sheets 5a and 5b. The ULAE reserve estimate on a present value basis is \$9.39 million as of December 31, 2014. The ULAE reserve estimate is comprised of two elements. The first (\$7.97 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 December 31, 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 312 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 \$799.0 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 December 31, 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 \$72.5 million. This produces a confidence level of approximately 80% that the reserves held by NICA as of December 31, 2014 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 procedure was included in our reports beginning with the September 2012 report. The change resulted in a segregation of the retrospective portion of the September 2012 class action paid and incurred amounts from other paid and incurred amounts. The retrospective portion of the class action is shown separately (Exhibit I, Sheet 1b) due to the short-term nature of these payments. As shown on Exhibit I, Sheet 1b, the majority of the payments related to retrospective portion of the class action have been made as of December 31, 2014.

The loss and LAE reserve amounts related to other than the retrospective portion of the class action are shown on Exhibit I, Sheet 1c. Specifically, the loss and LAE reserve amounts as set forth in Exhibit I, Sheet 1c and all following exhibits 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 of expenses that are included in the estimates shown in Exhibit I, Sheet 1c and the following exhibits.

As mentioned previously, the 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 to estimate the loss and LAE reserves for all estimated NICA benefits, with the exception of those related to the

retrospective portion of the class action settlement agreement, includes 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 information. The actual historical incremental loss payments and case outstanding loss reserves are shown in Exhibit IX, Sheets 2a, 2b and 2c. The historical loss payments and case reserve amounts are adjusted to eliminate the estimated impact of inflation. The 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 paid and case reserve amounts shown on Exhibit IX, Sheets 1a, 1b and 1c are adjusted to birth year cost levels. 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 “second step” in the three step process is to adjust the birth year cost level estimates of outstanding loss and ALAE (see Exhibit IV, Sheet 1, Column (7)) to current (2014) cost levels. The adjustment of birth year level estimates 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 reserve estimates 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 2014. 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.

### **Description of Loss Estimation Methods**

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 six loss estimation methods. The six 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, a Cape Cod method, and an incremental payment 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, Sheet 2.

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 excluding the deceased claim when reported to NICA 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 December 31, 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).

The final method included is described as an incremental payment method. The estimated birth year level ultimate loss and ALAE developed using this method is shown in Appendix E. The birth year level estimates of ultimate loss and ALAE as shown in columns (6), (7) and (8) of Appendix E, Exhibit I, Sheet 1 are based on alternative utilization increases of 1.00%, 2.00% and 3.00%, respectively. The estimated birth year level ultimate loss and ALAE is a combination of actual loss and ALAE payments as of December 31, 2014 adjusted to each birth year cost level and an estimate of the remaining birth year level loss and ALAE payments (i.e. outstanding loss and ALAE as of December 31, 2014). The estimated remaining birth year level payments are developed based on a combination of the remaining open accepted claimants by birth year and the estimated average incremental loss and ALAE payment per claimant.

The estimated incremental loss and ALAE payment per claimant is based on a review of the average NICA incremental loss and ALAE payments by development period. The actual incremental loss and ALAE payments are adjusted to 2014 level and used to estimate the average incremental payment per open accepted claim by development period (See Appendix E, Exhibit IV, Sheets 2a and 2b). The selected 2014 level average incremental loss and ALAE payments for development periods 312 months and subsequent are based on the actual averages for development periods prior to 312 months adjusted to include consideration of estimated changes in utilization (alternatives of 1.00%, 2.00% and 3.00%). The final 2014 level average incremental loss and ALAE payment per open claim is shown in Appendix E, Exhibit II, Sheet 1 (or Appendix E, Exhibit IV, Sheets 1a and 1b).

The selected 2014 level incremental loss and ALAE payment per claimant for each development interval is adjusted to the appropriate birth year level (as shown in Appendix E, Exhibit II, Sheet 3, Column (5)) and also to include differences in the average claimant severity by birth year (as shown in Appendix E, Exhibit II, Sheet 2, Column (5)). The estimated remaining open accepted claims by birth year and development period are based on a combination of the ultimate open accepted claimants by birth year as of December 31, 2014 (see Appendix E, Exhibit II, Sheet 3, Column (8)), reporting pattern (as shown in Exhibit X, Sheet 1c, Column (11)), and assumed mortality rates (see Appendix E, Exhibit V, Sheets 1 and 2) developed using the average remaining life expectancy per open accepted claim (see Appendix E, Exhibit VII, Column (9)) for each birth year.

The estimated average remaining life expectancy per birth year is shown in Appendix E, Exhibit VII, Column (9). The remaining open accepted claimants by birth year and development period are shown in Item II of Appendix E, Exhibit III, Sheets 2a, 2b, 2c and 2d. The remaining birth year level incremental loss and ALAE payments are developed as a product of the average 2014 level incremental payments per claimant adjusted to each birth year cost / severity level and the remaining open accepted claims. The resulting estimated remaining birth year level incremental loss and ALAE payments are shown in Item II of Appendix E, Exhibit III, Sheets 1a, 1b, 1c and 1d. A summary of the combination of the actual birth year level payments as of December 31, 2014 and the estimated remaining payments is shown in Appendix E, Exhibit I, Sheet 1.

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

1. Incurred Loss Development Factor – 312 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 (\$)**

<b>Inflation Rate</b>	<b>Investment Return</b>	<b>Tail Factor 312:Ult.</b>	<b>Present Value Outstanding Loss and ALAE Reserve</b>
-----	-----	-----	-----
3.50%	5.00%	1.129	\$789.576
3.00%	5.00%	1.129	\$713.169
4.00%	5.00%	1.129	\$879.184
7.50%	9.00%	1.129	\$798.747
3.50%	5.00%	1.229	\$868.948
3.50%	5.00%	1.029	\$710.492

As mentioned previously and illustrated above the final present value loss and ALAE reserve estimated for the period ending December 31, 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 December 31, 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 \$9.39 million is the combination of the portion related to claim settlement (\$7.97 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.

In addition, the daily rates used to estimate the future cost of custodial residential care were revised in December 2004, 2006, and 2012. The reserves for custodial residential care apply in the later years when the parents of NICA claimant 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 the recognition of inflation that has taken place over a number of years related to the cost of custodial residential care. Since currently there are only two claims with current custodial residential care payments, this increase primarily affects case reserves. The estimated increase in the cost of custodial care recorded in 2004, 2006 and 2012 is 40%, 40%, and 95%, 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 December 31, 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 1926-2014. 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 estimates of the overall return based on two "model" portfolios. One model portfolio is based on an asset allocation of 44%

stocks and 56% fixed income. This model portfolio is labeled Model Portfolio (as shown in Column (12) of Appendix B, Exhibit II, Sheets 1 and 2). The second model portfolio is based on an asset allocation of 35% stocks, 60% bonds and 5% short term. This model portfolio is labeled Conservative Model Portfolio (as shown in Column (13) of Appendix B, Exhibit II, Sheets 1 and 2).

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 1926-1929, 1930-1939, 1940-1949, 1950-1959, 1960-1969, 1970-1979, 1980-1989, 1990-1999, 2000-2009 and 2010-2014.

Overall, the results of the two model portfolios over ten year periods average from 0 % to 10 % above the CPI - All items index. Actual results for NICA were also calculated for the period 1991-2014. NICA's actual results have been adversely affected by the dramatic decline in the stock market in 2008. Overall NICA's actual returns over the period from 1991 to 2014 have averaged approximately 3.6% 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 investment 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 2006 and prior. Alternatively the loss and ALAE payment pattern used for birth years 2007 and subsequent is based on an average of the individual loss and ALAE payment patterns developed for 2006 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 312 months of maturity (1989 birth year evaluated as of December 31, 2014) and the likelihood of continued incurred loss and expense development in the development periods subsequent to 312 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 312 to 576 months are developed based on alternative fits to factors beginning with the 48:60, 60:72 and 72:84 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 48:60, 60:72 and 72:84 factors. A summary of the indicated 312 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 1.129 is shown in Appendix C, Exhibit I.

An illustration of the development of fitted values and the calculation of the indicated 312 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-six). The extrapolated factors are shown for this one illustration in Column (7) of Appendix C, Exhibit II, Sheet 2.

### **Risk Margin**

Actuarial Standards of Practice<sup>1</sup> 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.

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

In order to determine an appropriate risk margin we constructed a simulation model that simulates the ultimate payments of open claims. Twenty-six years of data were incorporated into the model (1989-2014). 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 2009 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 2010 to 2014, 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 simulated and summed across all 26 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 3.50 % and an interest rate of 5.00 % 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, 2014, a gross risk margin of approximately \$72.5 million is indicated at the 80% confidence

level. We recommend that NICA set the risk margin at a level no lower than \$72.5 million. This produces a confidence level of approximately 80% that the reserves held by NICA will be adequate to cover its future incurred loss and loss adjustment expense levels for birth years 1989 – 2014. The following table shows the indicated gross risk margins at various confidence levels as of December 31, 2014.

<b>Confidence Level</b>	<b>Indicated Gross Risk Margin</b>
-----	-----
70.0%	\$ 43.63 Million
75.0%	\$ 57.74 Million
77.0%	\$ 63.82 Million
78.0%	\$ 66.71 Million
79.0%	\$ 69.65 Million
80.0%	\$ 72.59 Million
85.0%	\$ 90.77 Million
90.0%	\$ 116.28 Million
95.0%	\$ 151.82 Million

The above calculated risk margins include consideration of potential adverse deviation from the discounted actuarial central reserve estimate due to process variation in the overall claim amounts (i.e. frequency and severity). The above margin does not include consideration of potential deviation due to parameter variation, 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 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 December 31, 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 December 31, 2014

## Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.129

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	13,972,592	18,765,881	12,703,237	10,736,624	3,683,193	14,419,816	27,123,053
1990	5,690,411	8,232,770	5,431,197	4,792,881	2,141,362	6,934,242	12,365,439
1991	20,325,734	23,583,028	7,111,676	15,250,447	2,443,956	17,694,403	24,806,078
1992	40,907,360	48,613,854	11,960,130	30,616,745	5,767,856	36,384,602	48,344,732
1993	27,685,459	35,026,069	16,811,505	20,679,262	5,482,964	26,162,226	42,973,732
1994	14,309,117	18,043,659	6,458,956	10,024,654	2,616,338	12,640,993	19,099,948
1995	23,151,513	26,687,964	8,042,178	17,357,636	2,645,558	20,003,195	28,045,372
1996	22,116,990	26,154,472	7,899,721	16,793,938	3,065,753	19,859,691	27,759,412
1997	31,998,886	38,601,660	10,296,445	23,312,887	4,810,471	28,123,358	38,419,803
1998	58,246,836	68,791,109	15,863,619	42,523,266	7,697,877	50,221,143	66,084,761
1999	16,397,548	21,718,025	10,418,299	12,889,871	4,182,349	17,072,220	27,490,519
2000	14,463,319	18,398,480	4,972,975	10,552,647	2,870,414	13,423,061	18,396,036
2001	20,134,434	24,886,118	5,877,102	14,913,977	3,519,666	18,433,643	24,310,745
2002	63,605,161	81,189,675	11,973,470	46,439,816	12,838,920	59,278,736	71,252,206
2003	12,620,515	16,529,721	3,099,320	9,980,602	3,091,493	13,072,095	16,171,414
2004	21,004,229	28,422,918	3,877,573	15,624,623	5,518,613	21,143,237	25,020,810
2005	28,027,273	40,837,538	5,677,987	19,994,958	9,138,981	29,133,938	34,811,925
2006	43,740,283	62,224,971	6,260,850	31,785,156	13,432,439	45,217,596	51,478,446
2007	37,209,077	54,958,944	6,071,909	25,753,436	12,285,176	38,038,612	44,110,521
2008	47,464,953	69,181,391	2,934,059	32,563,142	14,898,476	47,461,618	50,395,677
2009	42,106,974	64,783,780	3,691,740	28,696,679	15,454,662	44,151,341	47,843,080
2010	25,175,952	46,431,130	2,065,585	17,071,811	14,413,134	31,484,945	33,550,530
2011	36,994,262	70,436,510	1,559,805	24,929,712	22,536,078	47,465,789	49,025,594
2012	27,373,900	66,830,937	898,196	18,335,854	26,429,499	44,765,354	45,663,550
2013	13,234,684	61,604,765	873,399	8,811,877	32,205,619	41,017,496	41,890,895
2014	6,342,848	69,620,684	116,952	4,188,403	41,784,558	45,972,961	46,089,913
Totals:							
Excl. ULAE	714,300,308	1,110,556,052	172,947,884	514,620,904	274,955,406	789,576,309	962,524,193
ULAE (c)	N/A	N/A	N/A	-	9,394,442	9,394,442	N/A
Incl. ULAE	N/A	N/A	N/A	514,620,904	284,349,848	798,970,752	N/A

Notes: (a) Exhibit I, Sheet 1c plus Column (4) 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 December 31, 2014

Birth Year	Incurring Amounts Related to Retroactive Payments (a) @ 12/31/14	Amounts Paid as of 12/31/14 Related to Retroactive Payments (a)	Case Reserves Related to Retroactive Payments (a) @ 12/31/14 (2) - (3)
-----	-----	-----	-----
(1)	(2)	(3)	(4)
1989	261,214	261,214	-
1990	758,051	758,051	-
1991	792,094	792,094	-
1992	1,951,145	1,951,145	-
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	2,006,630	2,006,630	-
1999	873,581	873,581	-
2000	599,907	589,907	10,000
2001	115,547	115,547	-
2002	840,587	840,587	-
2003	-	-	-
2004	-	-	-
2005	-	-	-
2006	-	-	-
2007	-	-	-
2008	-	-	-
2009	-	-	-
2010	-	-	-
2011	-	-	-
2012	-	-	-
2013	-	-	-
2014	-	-	-
Totals:	13,227,667	13,065,266	162,401

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 December 31, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.129

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	13,972,592	18,765,881	12,442,023	10,736,624	3,683,193	14,419,816	26,861,840	0.76841
1990	5,690,411	8,232,770	4,673,146	4,792,881	2,141,362	6,934,242	11,607,388	0.84227
1991	20,325,734	23,583,028	6,319,582	15,250,447	2,443,956	17,694,403	24,013,984	0.75030
1992	40,907,360	48,613,854	10,008,985	30,616,745	5,767,856	36,384,602	46,393,587	0.74844
1993	27,685,459	35,026,069	15,901,276	20,679,262	5,482,964	26,162,226	42,063,502	0.74694
1994	14,309,117	18,043,659	5,824,760	10,024,654	2,616,338	12,640,993	18,465,753	0.70058
1995	22,999,111	26,535,563	7,131,274	17,205,235	2,645,558	19,850,794	26,982,067	0.74808
1996	22,116,990	26,154,472	7,102,700	16,793,938	3,065,753	19,859,691	26,962,391	0.75932
1997	31,998,886	38,601,660	8,672,285	23,312,887	4,810,471	28,123,358	36,795,643	0.72855
1998	58,246,836	68,791,109	13,856,989	42,523,266	7,697,877	50,221,143	64,078,132	0.73005
1999	16,397,548	21,718,025	9,544,718	12,889,871	4,182,349	17,072,220	26,616,938	0.78609
2000	14,453,319	18,388,480	4,383,068	10,542,647	2,870,414	13,413,061	17,796,129	0.72943
2001	20,134,434	24,886,118	5,761,556	14,913,977	3,519,666	18,433,643	24,195,199	0.74072
2002	63,605,161	81,189,675	11,132,883	46,439,816	12,838,920	59,278,736	70,411,619	0.73013
2003	12,620,515	16,529,721	3,099,320	9,980,602	3,091,493	13,072,095	16,171,414	0.79082
2004	21,004,229	28,422,918	3,877,573	15,624,623	5,518,613	21,143,237	25,020,810	0.74388
2005	28,027,273	40,837,538	5,677,987	19,994,958	9,138,981	29,133,938	34,811,925	0.71341
2006	43,740,283	62,224,971	6,260,850	31,785,156	13,432,439	45,217,596	51,478,446	0.72668
2007	37,209,077	54,958,944	6,071,909	25,753,436	12,285,176	38,038,612	44,110,521	0.69213
2008	47,464,953	69,181,391	2,934,059	32,563,142	14,898,476	47,461,618	50,395,677	0.68605
2009	42,106,974	64,783,780	3,691,740	28,696,679	15,454,662	44,151,341	47,843,080	0.68152
2010	25,175,952	46,431,130	2,065,585	17,071,811	14,413,134	31,484,945	33,550,530	0.67810
2011	36,994,262	70,436,510	1,559,805	24,929,712	22,536,078	47,465,789	49,025,594	0.67388
2012	27,373,900	66,830,937	898,196	18,335,854	26,429,499	44,765,354	45,663,550	0.66983
2013	13,234,684	61,604,765	873,399	8,811,877	32,205,619	41,017,496	41,890,895	0.66582
2014	6,342,848	69,620,684	116,952	4,188,403	41,784,558	45,972,961	46,089,913	0.66033
Totals:								
Excl. ULAE	714,137,907	1,110,393,651	159,882,618	514,458,503	274,955,406	789,413,908	949,296,526	0.71093
ULAE (d)	N/A	N/A	N/A	-	9,394,442	9,394,442	N/A	N/A
Incl. ULAE	N/A	N/A	N/A	514,458,503	284,349,848	798,808,350	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 December 31, 2014

## Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.129

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 12/31/14 ----- (2)	Case Outstanding Loss & ALAE @ 12/31/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 12/31/14 (2) - (3) ----- (4)
<b>I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments</b>			
A. 2014 Level Basis (a)	1,110,393,651	714,137,907	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	3,372,974,928	N/A	N/A
2. After Anticipated Investment Returns (b)	789,413,908	514,458,503	274,955,406
<b>II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)</b>			
A. 2014 Level Basis (d)	1,110,556,052	714,300,308	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	3,373,137,329	N/A	N/A
2. After Anticipated Investment Returns (d)	789,576,309	514,620,904	274,955,406

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 Basesy 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 December 31, 2014

## Assumptions :

(1) Prospective Inflation Rate (Est.)	3.00%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.129

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 12/31/14 ----- (2)	Case Outstanding Loss & ALAE @ 12/31/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 12/31/14 (2) - (3) ----- (4)
<b>I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments</b>			
A. 2014 Level Basis (a)	1,110,393,651	714,137,907	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	2,802,194,916	N/A	N/A
2. After Anticipated Investment Returns (b)	713,006,468	466,448,587	246,557,881
<b>II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)</b>			
A. 2014 Level Basis	1,110,556,052	714,300,308	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	2,802,357,317	N/A	N/A
2. After Anticipated Investment Returns	713,168,869	466,610,989	246,557,881

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 December 31, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	4.00%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.129

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 12/31/14 ----- (2)	Case Outstanding Loss & ALAE @ 12/31/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 12/31/14 (2) - (3) ----- (4)
<b>I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments</b>			
A. 2014 Level Basis (a)	1,110,393,651	714,137,907	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	4,097,940,988	N/A	N/A
2. After Anticipated Investment Returns (b)	879,021,829	570,507,027	308,514,802
<b>II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)</b>			
A. 2014 Level Basis	1,110,556,052	714,300,308	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	4,098,103,389	N/A	N/A
2. After Anticipated Investment Returns	879,184,230	570,669,428	308,514,802

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 December 31, 2014

## Assumptions :

(1) Prospective Inflation Rate (Est.)	7.50%
(2) Prospective Investment Return (Est.)	9.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.129

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 12/31/14 ----- (2)	Case Outstanding Loss & ALAE @ 12/31/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 12/31/14 (2) - (3) ----- (4)
<b>I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments</b>			
A. 2014 Level Basis (a)	1,110,393,651	714,137,907	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	20,549,442,581	N/A	N/A
2. After Anticipated Investment Returns (b)	798,584,658	520,206,884	278,377,774
<b>II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)</b>			
A. 2014 Level Basis	1,110,556,052	714,300,308	396,255,744
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	20,549,604,982	N/A	N/A
2. After Anticipated Investment Returns	798,747,059	520,369,285	278,377,774

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 December 31, 2014

Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.229

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 12/31/14 ----- (2)	Case Outstanding Loss & ALAE @ 12/31/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 12/31/14 (2) - (3) ----- (4)
<b>I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments</b>			
A. 2014 Level Basis (a)	1,224,867,180	714,137,907	510,729,273
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	3,738,674,213	N/A	N/A
2. After Anticipated Investment Returns (b)	868,785,993	513,334,229	355,451,765
<b>II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)</b>			
A. 2014 Level Basis	1,225,029,581	714,300,308	510,729,273
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	3,738,836,614	N/A	N/A
2. After Anticipated Investment Returns	868,948,395	513,496,630	355,451,765

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 December 31, 2014

## Assumptions :

(1) Prospective Inflation Rate (Est.)	3.50%
(2) Prospective Investment Return (Est.)	5.00%
(3) Incurred Loss Development Factor - 312 to Ult.	1.029

	Outstanding Loss & ALAE (Case + Bulk + IBNR) @ 12/31/14 ----- (2)	Case Outstanding Loss & ALAE @ 12/31/14 ----- (3)	Bulk / IBNR Loss & ALAE @ 12/31/14 (2) - (3) ----- (4)
<b>I. Excluding Case Reserves Related to Anticipated Retroactive Class Action Payments</b>			
A. 2014 Level Basis (a)	996,156,880	714,137,907	282,018,973
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns (b)	3,006,820,809	N/A	N/A
2. After Anticipated Investment Returns (b)	710,329,237	515,840,821	194,488,417
<b>II. Including Case Reserves Related to Anticipated Retroactive Class Action Payments (c)</b>			
A. 2014 Level Basis	996,319,281	714,300,308	282,018,973
B. Prospective Period Cost Basis			
1. Before Anticipated Investment Returns	3,006,983,210	N/A	N/A
2. After Anticipated Investment Returns	710,491,638	516,003,222	194,488,417

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	2014 Level Basis (a) Before Invest. Income	Prospective Period Level Basis Estimated Prospective Period Loss & ALAE		Calendar Year	2014 Level Basis (a) Before Invest. Income	Prospective Period Level Basis Estimated Prospective Period Loss & ALAE	
		After Inflation Before (b) Invest. Income	After (c) Inflation and Invest. Income			After Inflation Before (b) Invest. Income	After (c) Inflation and Invest. Income
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
2015	28,873,826	29,374,772	28,666,843	2065	8,780,003	49,886,419	4,245,440
2016	20,677,355	21,772,361	20,235,856	2066	8,388,940	49,332,723	3,998,400
2017	24,323,053	26,507,512	23,463,658	2067	7,946,935	48,369,105	3,733,618
2018	23,997,509	27,068,077	22,818,908	2068	7,560,454	47,627,372	3,501,298
2019	25,233,177	29,458,017	23,651,118	2069	7,422,241	48,393,178	3,388,187
2020	23,381,754	28,251,988	21,602,692	2070	7,124,063	48,074,763	3,205,613
2021	26,550,979	33,204,184	24,180,338	2071	6,438,645	44,970,139	2,855,807
2022	23,555,819	30,489,537	21,146,139	2072	6,061,064	43,814,616	2,649,929
2023	23,473,508	31,446,402	20,771,216	2073	5,706,846	42,697,910	2,459,420
2024	25,561,687	35,442,376	22,295,873	2074	5,644,708	43,711,155	2,397,889
2025	23,752,289	34,086,243	20,421,681	2075	5,029,231	40,308,136	2,105,912
2026	23,746,118	35,270,096	20,124,713	2076	4,708,922	39,061,872	1,943,619
2027	23,749,347	36,509,514	19,839,915	2077	4,554,003	39,098,953	1,852,823
2028	25,956,757	41,299,535	21,374,188	2078	4,100,640	36,438,779	1,644,536
2029	25,110,657	41,351,678	20,382,071	2079	3,903,556	35,901,529	1,543,132
2030	23,723,904	40,435,385	18,981,365	2080	3,525,900	33,563,167	1,373,928
2031	23,544,996	41,535,016	18,569,104	2081	3,251,069	32,030,185	1,248,737
2032	23,568,559	43,031,763	18,322,149	2082	2,995,481	30,545,008	1,134,129
2033	23,513,225	44,433,311	18,018,002	2083	2,747,338	28,995,191	1,025,319
2034	25,096,055	49,084,263	18,956,185	2084	2,649,940	28,946,120	974,842
2035	25,187,751	50,987,834	18,753,655	2085	2,291,240	25,903,910	830,844
2036	23,147,301	48,497,336	16,988,223	2086	2,089,557	24,450,587	746,886
2037	22,719,255	49,266,528	16,435,871	2087	1,884,221	22,819,556	663,870
2038	22,412,454	50,302,275	15,982,293	2088	1,699,384	21,301,350	590,192
2039	22,840,391	53,056,928	16,054,777	2089	1,550,200	20,111,471	530,690
2040	21,389,811	51,426,369	14,820,359	2090	1,369,892	18,394,282	462,265
2041	20,886,464	51,973,766	14,264,868	2091	1,230,995	17,107,763	409,460
2042	21,587,558	55,598,508	14,533,072	2092	1,073,208	15,436,929	351,876
2043	19,518,221	52,028,367	12,952,249	2093	947,057	14,099,176	306,079
2044	20,132,407	55,543,855	13,168,967	2094	843,022	12,989,621	268,564
2045	18,316,159	52,301,613	11,809,771	2095	723,377	11,536,196	227,156
2046	17,789,878	52,576,781	11,306,575	2096	628,647	10,376,364	194,589
2047	17,190,130	52,582,415	10,769,321	2097	543,827	9,290,517	165,929
2048	16,595,331	52,539,705	10,248,165	2098	464,340	8,210,238	139,653
2049	17,756,295	58,182,773	10,808,455	2099	395,931	7,245,673	117,377
2050	15,635,765	53,027,547	9,381,697	2100	332,041	6,289,142	97,030
2051	15,035,546	52,776,669	8,892,678	2101	279,117	5,471,751	80,399
2052	14,528,841	52,783,002	8,470,233	2102	231,525	4,697,624	65,738
2053	14,161,486	53,249,102	8,138,123	2103	188,783	3,964,450	52,836
2054	14,501,397	56,435,665	8,214,409	2104	154,996	3,368,859	42,760
2055	13,186,659	53,115,213	7,362,958	2105	122,962	2,766,128	33,438
2056	13,481,330	56,202,710	7,419,956	2106	97,314	2,265,781	26,085
2057	12,241,585	52,820,500	6,641,364	2107	75,364	1,816,116	19,913
2058	11,813,663	52,758,179	6,317,646	2108	56,405	1,406,818	14,691
2059	11,817,725	54,623,490	6,229,535	2109	40,784	1,052,821	10,470
2060	10,890,920	52,101,533	5,658,970	2110	28,688	766,497	7,260
2061	10,457,223	51,777,688	5,355,996	2111	19,524	539,910	4,870
2062	10,075,062	51,631,455	5,086,542	2112	11,525	329,851	2,834
2063	10,093,010	53,533,750	5,022,809	2113	6,070	179,805	1,471
2064	9,691,433	53,202,899	4,754,064	2114	2,053	62,939	490
Subtotals:	982,471,623	2,286,956,485	735,665,615	Subtotals:	127,922,028	1,086,018,443	53,748,293
				Totals - All Years	1,110,393,651	3,372,974,928	789,413,908

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 December 31, 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 December 31, 2014

Birth Year	Prior to Reinsurance Recoverables				Specific Excess Reinsurance (c)					
	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	14,419,816	12,703,237	27,123,053	100%	N/A					
1990	6,934,242	5,431,197	12,365,439	100%	N/A					
1991	17,694,403	7,111,676	24,806,078	100%	N/A					
1992	36,384,602	11,960,130	48,344,732	4,000,000	2,500,000		Committed			
1993	26,162,226	16,811,505	42,973,732	4,000,000	2,500,000	11,408,065	-	-	-	-
1994	12,640,993	6,458,956	19,099,948	4,000,000	2,500,000	1,726,833	-	-	-	-
1995	20,003,195	8,042,178	28,045,372	4,000,000	2,500,000	2,497,577	-	-	-	-
1996	19,859,691	7,899,721	27,759,412	4,000,000	2,500,000	959,723	-	-	-	-
1997	28,123,358	10,296,445	38,419,803	4,000,000	2,500,000	2,132,728	-	-	-	-
1998	50,221,143	15,863,619	66,084,761	4,250,000	2,500,000	2,683,139	-	-	-	-
1999	17,072,220	10,418,299	27,490,519	4,250,000	2,500,000	3,143,106	-	-	-	-
2000	13,423,061	4,972,975	18,396,036	4,250,000	2,500,000	2,150,848	-	-	-	-
2001	18,433,643	5,877,102	24,310,745	4,250,000	2,500,000	2,708,409	-	-	-	-
2002	59,278,736	11,973,470	71,252,206	4,250,000	2,500,000		16,840,437	7,366,178	24,206,615	
2003	13,072,095	3,099,320	16,171,414	4,250,000	2,500,000		2,834,917	3,562,549	6,397,466	
2004	21,143,237	3,877,573	25,020,810	100%	N/A		-	-	-	-
2005	29,133,938	5,677,987	34,811,925	100%	N/A		-	-	-	-
2006	45,217,596	6,260,850	51,478,446	100%	N/A		-	-	-	-
2007	38,038,612	6,071,909	44,110,521	100%	N/A		-	-	-	-
2008	47,461,618	2,934,059	50,395,677	100%	N/A		-	-	-	-
2009	44,151,341	3,691,740	47,843,080	100%	N/A		-	-	-	-
2010	31,484,945	2,065,585	33,550,530	100%	N/A		-	-	-	-
2011	47,465,789	1,559,805	49,025,594	100%	N/A		-	-	-	-
2012	44,765,354	898,196	45,663,550	100%	N/A		-	-	-	-
2013	41,017,496	873,399	41,890,895	100%	N/A		-	-	-	-
2014	45,972,961	116,952	46,089,913	100%	N/A		-	-	-	-
Totals:	789,576,309	172,947,884	962,524,193			29,410,427	19,675,354	10,928,728	30,604,081	

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)	(20)
1989	100%	N/A							12,703,237	27,123,053
1990	100%	N/A							5,431,197	12,365,439
1991	100%	N/A							7,111,676	24,806,078
1992	21,530,000	10,000,000	477,375	Committed					11,482,755	47,867,357
1993	21,530,000	10,000,000	10,000,000	-					(4,596,560)	21,565,667
1994	21,530,000	10,000,000	-	-			423,375		4,308,747	16,949,740
1995	19,940,000	10,000,000	-	-			375,000		5,169,601	25,172,796
1996	19,940,000	10,000,000	-	-			408,750		6,531,248	26,390,939
1997	22,900,000	10,000,000	-	-			423,750		7,739,967	35,863,325
1998	23,500,000	10,000,000	-	-			-		13,180,480	63,401,622
1999	20,000,000	13,000,000	2,597,638	2,376,689		2,376,689			4,677,555	19,373,087
2000	20,000,000	13,000,000	-	-					2,822,128	16,245,189
2001	20,000,000	13,000,000	-	-					3,168,693	21,602,336
2002	20,000,000	13,000,000	-	13,000,000		13,000,000			11,973,470	34,045,590
2003	20,000,000	13,000,000	-	-					3,099,320	9,773,948
2004									3,877,573	25,020,810
2005									5,677,987	34,811,925
2006									6,260,850	51,478,446
2007									6,071,909	44,110,521
2008									2,934,059	50,395,677
2009									3,691,740	47,843,080
2010									2,065,585	33,550,530
2011									1,559,805	49,025,594
2012									898,196	45,663,550
2013									873,399	41,890,895
2014									116,952	46,089,913
Totals:										
Excl. ULAE			13,075,013	15,376,689	-	15,376,689	1,630,875	128,831,569	743,595,539	872,427,108
ULAE (g)									N/A	N/A
Incl. ULAE									N/A	N/A

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

(b) See Exhibit I, Sheet 1a, 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 December 31, 2014

I. ULAE Reserve Related to Settlement of Outstanding Claims (a)	7,969,442
II. ULAE Reserve Related to Collection of Reinsurance Recoveries on Claims Incurred Prior to December 31, 2014 (b) \$ 475,000 x 3	1,425,000
III. Total ULAE Reserve (I) + (II)	9,394,442

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 December 31, 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	0.9825	390,590	381,177
2	391,725	1.045	0.929	409,484	380,586	0.9650	395,140	367,255
3	391,725	1.077	0.885	421,769	373,337	0.9475	399,619	353,731
4	391,725	1.109	0.843	434,422	366,226	0.9300	404,018	340,595
5	391,725	1.142	0.803	447,454	359,250	0.9126	408,329	327,838
6	391,725	1.177	0.765	460,878	352,407	0.8951	412,543	315,448
7	391,725	1.212	0.728	474,704	345,695	0.8777	416,649	303,417
8	391,725	1.248	0.694	488,946	339,110	0.8603	420,638	291,735
9	391,725	1.286	0.661	503,614	332,651	0.8429	424,497	280,392
10	391,725	1.324	0.629	518,722	326,315	0.8255	428,217	269,380
11	391,725	1.364	0.599	534,284	320,099	0.8082	431,788	258,692
12	391,725	1.405	0.571	550,312	314,002	0.7908	435,201	248,321
13	391,725	1.447	0.543	566,822	308,021	0.7735	438,446	238,259
14	391,725	1.490	0.518	583,827	302,154	0.7562	441,515	228,502
15	391,725	1.535	0.493	601,341	296,399	0.7390	444,400	219,043
16	391,725	1.581	0.469	619,382	290,753	0.7218	447,089	209,874
17	391,725	1.629	0.447	637,963	285,215	0.7047	449,572	200,991
18	391,725	1.677	0.426	657,102	279,782	0.6876	451,837	192,384
19	391,725	1.728	0.406	676,815	274,453	0.6706	453,870	184,047
20	391,725	1.780	0.386	697,119	269,225	0.6536	455,657	175,973
21	391,725	1.833	0.368	718,033	264,097	0.6367	457,183	168,155
22	391,725	1.888	0.350	739,574	259,067	0.6199	458,431	160,585
23	391,725	1.945	0.334	761,761	254,132	0.6031	459,386	153,256
24	391,725	2.003	0.318	784,614	249,292	0.5863	460,030	146,163
25	391,725	2.063	0.303	808,152	244,543	0.5696	460,344	139,298
26	391,725	2.125	0.288	832,397	239,885	0.5530	460,309	132,655
27	391,725	2.189	0.274	857,369	235,316	0.5364	459,907	126,227
28	391,725	2.254	0.261	883,090	230,834	0.5199	459,119	120,011
29	391,725	2.322	0.249	909,583	226,437	0.5034	457,926	113,999
30	391,725	2.392	0.237	936,870	222,124	0.4871	456,309	108,187
31	391,725	2.463	0.226	964,976	217,893	0.4707	454,248	102,570
32	391,725	2.537	0.215	993,926	213,743	0.4545	451,725	97,143
33	391,725	2.613	0.205	1,023,743	209,671	0.4383	448,720	91,902
34	391,725	2.692	0.195	1,054,456	205,678	0.4222	445,213	86,841
35	391,725	2.773	0.186	1,086,089	201,760	0.4062	441,185	81,958
36	391,725	2.856	0.177	1,118,672	197,917	0.3903	436,618	77,247
37	391,725	2.941	0.168	1,152,232	194,147	0.3745	431,495	72,705
38	391,725	3.030	0.160	1,186,799	190,449	0.3588	425,802	68,330
39	391,725	3.121	0.153	1,222,403	186,821	0.3432	419,523	64,116
40	391,725	3.214	0.146	1,259,075	183,263	0.3277	412,647	60,062
41	391,725	3.311	0.139	1,296,847	179,772	0.3124	405,164	56,165
42	391,725	3.410	0.132	1,335,753	176,348	0.2973	397,066	52,421
43	391,725	3.512	0.126	1,375,825	172,989	0.2823	388,351	48,829
44	391,725	3.618	0.120	1,417,100	169,694	0.2675	379,019	45,387
45	391,725	3.726	0.114	1,459,613	166,462	0.2529	369,077	42,091
46	391,725	3.838	0.109	1,503,402	163,291	0.2385	358,536	38,942
47	391,725	3.953	0.103	1,548,504	160,181	0.2244	347,415	35,937
48	391,725	4.072	0.099	1,594,959	157,130	0.2105	335,737	33,076
49	391,725	4.194	0.094	1,642,808	154,137	0.1969	323,532	30,355
50	391,725	4.320	0.089	1,692,092	151,201	0.1837	310,835	27,775
Totals:	19,586,250			44,843,235	12,581,926		21,120,468	7,969,442

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 @ 12/31/14 1,110,393,651

Calendar Year ----- (1)	Estimated Prospective Period Payments 2014 Level Basis (a) ----- (2)	Calendar Year ----- (3)	Estimated Prospective Period Payments 2014 Level Basis (a) ----- (4)
2015	28,873,826	2065	8,780,003
2016	20,677,355	2066	8,388,940
2017	24,323,053	2067	7,946,935
2018	23,997,509	2068	7,560,454
2019	25,233,177	2069	7,422,241
2020	23,381,754	2070	7,124,063
2021	26,550,979	2071	6,438,645
2022	23,555,819	2072	6,061,064
2023	23,473,508	2073	5,706,846
2024	25,561,687	2074	5,644,708
2025	23,752,289	2075	5,029,231
2026	23,746,118	2076	4,708,922
2027	23,749,347	2077	4,554,003
2028	25,956,757	2078	4,100,640
2029	25,110,657	2079	3,903,556
2030	23,723,904	2080	3,525,900
2031	23,544,996	2081	3,251,069
2032	23,568,559	2082	2,995,481
2033	23,513,225	2083	2,747,338
2034	25,096,055	2084	2,649,940
2035	25,187,751	2085	2,291,240
2036	23,147,301	2086	2,089,557
2037	22,719,255	2087	1,884,221
2038	22,412,454	2088	1,699,384
2039	22,840,391	2089	1,550,200
2040	21,389,811	2090	1,369,892
2041	20,886,464	2091	1,230,995
2042	21,587,558	2092	1,073,208
2043	19,518,221	2093	947,057
2044	20,132,407	2094	843,022
2045	18,316,159	2095	723,377
2046	17,789,878	2096	628,647
2047	17,190,130	2097	543,827
2048	16,595,331	2098	464,340
2049	17,756,295	2099	395,931
2050	15,635,765	2100	332,041
2051	15,035,546	2101	279,117
2052	14,528,841	2102	231,525
2053	14,161,486	2103	188,783
2054	14,501,397	2104	154,996
2055	13,186,659	2105	122,962
2056	13,481,330	2106	97,314
2057	12,241,585	2107	75,364
2058	11,813,663	2108	56,405
2059	11,817,725	2109	40,784
2060	10,890,920	2110	28,688
2061	10,457,223	2111	19,524
2062	10,075,062	2112	11,525
2063	10,093,010	2113	6,070
2064	9,691,433	2114	2,053
Subtotals:	982,471,623	Subtotals:	127,922,028
		Totals - All Years	1,110,393,651

Note: (a) See Column (10) 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 Income

Before Consideration of Reinsurance Recoveries  
Evaluated As of December 31, 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 @ 12/31/14 (a)	54,958,944	69,181,391	64,783,780	46,431,130	70,436,510	66,830,937	61,604,765	69,620,684	1,110,393,651

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

2015	732,157	847,704	1,079,042	913,651	1,187,128	1,134,166	1,029,205	833,634	28,873,826
2016	701,761	910,334	780,597	758,142	1,362,658	1,107,245	1,028,008	1,149,197	20,677,355
2017	787,928	872,541	838,269	548,452	1,130,725	1,270,963	1,003,607	1,147,860	24,323,053
2018	1,041,822	979,677	803,467	588,973	817,985	1,054,637	1,152,001	1,120,614	23,997,509
2019	915,808	1,295,358	902,123	564,521	878,419	762,942	955,923	1,286,309	25,233,177
2020	988,117	1,138,678	1,192,813	633,837	841,951	819,309	691,530	1,067,371	23,381,754
2021	983,010	1,228,584	1,048,536	838,077	945,331	785,295	742,622	772,154	26,550,979
2022	1,125,808	1,222,234	1,131,325	736,708	1,249,945	881,719	711,791	829,202	23,555,819
2023	1,050,428	1,399,783	1,125,478	794,876	1,098,757	1,165,835	799,190	794,777	23,473,508
2024	1,065,925	1,306,058	1,288,971	790,768	1,185,512	1,024,821	1,056,713	892,365	25,561,687
2025	1,075,572	1,325,328	1,202,666	905,639	1,179,385	1,105,738	928,898	1,179,911	23,752,289
2026	1,065,292	1,337,322	1,220,410	845,001	1,350,708	1,100,023	1,002,241	1,037,195	23,746,118
2027	1,100,807	1,324,541	1,231,454	857,467	1,260,270	1,259,818	997,061	1,119,088	23,749,347
2028	1,216,782	1,368,699	1,219,685	865,227	1,278,864	1,175,465	1,141,899	1,113,304	25,956,757
2029	1,303,805	1,512,897	1,260,347	856,958	1,290,437	1,192,808	1,065,442	1,275,029	25,110,657
2030	1,302,948	1,621,097	1,393,131	885,528	1,278,104	1,203,603	1,081,161	1,189,658	23,723,904
2031	1,338,065	1,620,031	1,492,765	978,822	1,320,714	1,192,099	1,090,945	1,207,210	23,544,996
2032	1,308,634	1,663,695	1,491,784	1,048,826	1,459,857	1,231,842	1,080,519	1,218,135	23,568,559
2033	1,305,918	1,627,102	1,531,991	1,048,136	1,564,264	1,361,622	1,116,542	1,206,493	23,513,225
2034	1,375,058	1,623,725	1,498,294	1,076,386	1,563,236	1,459,003	1,234,174	1,246,715	25,096,055
2035	1,341,368	1,709,690	1,495,185	1,052,711	1,605,368	1,458,044	1,322,441	1,378,062	25,187,751
2036	1,293,835	1,667,801	1,574,345	1,050,526	1,570,058	1,497,342	1,321,571	1,476,619	23,147,301
2037	1,255,248	1,608,701	1,535,772	1,106,144	1,566,799	1,464,407	1,357,191	1,475,648	22,719,255
2038	1,208,928	1,560,723	1,481,350	1,079,043	1,649,751	1,461,368	1,327,339	1,515,421	22,412,454
2039	1,178,677	1,503,131	1,437,171	1,040,806	1,609,331	1,538,738	1,324,584	1,482,089	22,840,391
2040	1,124,463	1,465,519	1,384,138	1,009,765	1,552,302	1,501,037	1,394,712	1,479,012	21,389,811
2041	1,087,131	1,398,111	1,349,503	972,504	1,506,007	1,447,846	1,360,540	1,557,316	20,886,464
2042	1,046,914	1,351,694	1,287,431	948,169	1,450,434	1,404,666	1,312,328	1,519,161	21,587,558
2043	1,019,739	1,301,689	1,244,689	904,557	1,414,140	1,352,833	1,273,189	1,465,328	19,518,221
2044	991,205	1,267,901	1,198,643	874,526	1,349,095	1,318,981	1,226,208	1,421,626	20,132,407
2045	968,057	1,232,424	1,167,529	842,174	1,304,306	1,258,313	1,195,524	1,369,167	18,316,159
2046	939,643	1,203,642	1,134,861	820,313	1,256,054	1,216,538	1,140,535	1,334,906	17,789,878
2047	906,364	1,168,314	1,108,358	797,360	1,223,451	1,171,533	1,102,670	1,273,506	17,190,130
2048	872,876	1,126,936	1,075,826	778,739	1,189,217	1,141,123	1,061,877	1,231,227	16,595,331
2049	850,619	1,085,298	1,037,723	755,882	1,161,445	1,109,194	1,034,314	1,185,678	17,756,295
2050	828,693	1,057,624	999,382	729,111	1,127,354	1,083,290	1,005,373	1,154,901	15,635,765
2051	792,398	1,030,363	973,899	702,172	1,087,427	1,051,494	981,894	1,122,586	15,035,546
2052	773,653	985,235	948,796	684,267	1,047,250	1,014,253	953,074	1,096,369	14,528,841
2053	739,781	961,928	907,240	666,630	1,020,546	976,779	919,319	1,064,189	14,161,486
2054	719,741	919,814	885,778	637,432	994,240	951,872	885,353	1,026,499	14,501,397
2055	701,948	894,896	846,998	622,353	950,694	927,337	862,777	988,573	13,186,659
2056	664,195	872,773	824,053	595,106	928,204	886,721	840,538	963,365	13,481,330
2057	656,477	825,833	803,682	578,985	887,566	865,745	803,724	938,533	12,241,585
2058	627,373	816,237	760,457	564,672	863,523	827,841	784,711	897,427	11,813,663
2059	616,476	780,050	751,621	534,302	842,175	805,415	750,355	876,198	11,817,725
2060	587,764	766,500	718,299	528,093	796,881	785,505	730,028	837,837	10,890,920
2061	558,242	730,801	705,821	504,681	787,621	743,258	711,981	815,140	10,457,223
2062	538,133	694,095	672,948	495,914	752,703	734,621	673,689	794,989	10,075,062
2063	512,876	669,092	639,148	472,818	739,628	702,053	665,861	752,232	10,093,010
2064	501,340	637,689	616,124	449,069	705,180	689,858	636,341	743,491	9,691,433

Subtotals 2015 to 2064:	47,689,803	59,519,894	55,299,916	39,334,816	59,183,001	55,676,959	50,869,513	56,923,316	982,471,623
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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 December 31, 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 @ 12/31/14 (a)	54,958,944	69,181,391	64,783,780	46,431,130	70,436,510	66,830,937	61,604,765	69,620,684	1,110,393,651

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

2065	481,467	623,346	587,207	432,893	669,761	657,728	625,287	710,529	8,780,003
2066	456,802	598,636	574,000	412,575	645,635	624,692	596,165	698,187	8,388,940
2067	438,888	567,969	551,246	403,296	615,333	602,190	566,221	665,670	7,946,935
2068	413,425	545,695	523,006	387,309	601,492	573,926	545,825	632,235	7,560,454
2069	401,024	514,036	502,496	367,467	577,649	561,017	520,207	609,460	7,422,241
2070	377,501	498,617	473,343	353,057	548,057	538,779	508,506	580,856	7,124,063
2071	358,194	469,369	459,144	332,574	526,564	511,177	488,349	567,791	6,438,645
2072	343,641	445,364	432,212	322,598	496,015	491,131	463,331	545,284	6,061,064
2073	324,865	427,269	410,107	303,675	481,136	462,637	445,161	517,349	5,706,846
2074	309,220	403,924	393,445	288,144	452,914	448,760	419,335	497,061	5,644,708
2075	289,812	384,471	371,948	276,437	429,750	422,437	406,756	468,223	5,029,231
2076	271,411	360,340	354,035	261,333	412,289	400,832	382,897	454,178	4,708,922
2077	257,214	337,461	331,814	248,747	389,763	384,546	363,314	427,537	4,554,003
2078	239,291	319,809	310,746	233,135	370,992	363,536	348,552	405,672	4,100,640
2079	229,051	297,525	294,492	218,332	347,707	346,027	329,509	389,189	3,903,556
2080	211,428	284,793	273,971	206,912	325,630	324,310	313,639	367,925	3,525,900
2081	195,025	262,881	262,248	192,494	308,597	303,718	293,954	350,205	3,251,069
2082	181,314	242,486	242,070	184,257	287,094	287,831	275,290	328,225	2,995,481
2083	168,728	225,438	223,290	170,080	274,809	267,775	260,890	307,385	2,747,338
2084	155,557	209,789	207,592	156,885	253,664	256,316	242,711	291,307	2,649,940
2085	141,790	193,413	193,182	145,855	233,985	236,595	232,325	271,008	2,291,240
2086	129,254	176,296	178,102	135,731	217,535	218,240	214,450	259,411	2,089,557
2087	119,111	160,709	162,340	125,135	202,435	202,897	197,813	239,452	1,884,221
2088	106,710	148,098	147,987	114,061	186,632	188,813	183,906	220,875	1,699,384
2089	96,654	132,679	136,374	103,976	170,115	174,074	171,140	205,347	1,550,200
2090	86,633	120,175	122,176	95,817	155,075	158,668	157,780	191,092	1,369,892
2091	75,698	107,715	110,662	85,842	142,906	144,640	143,817	176,175	1,230,995
2092	67,167	94,120	99,188	77,752	128,028	133,289	131,101	160,584	1,073,208
2093	59,054	83,513	86,669	69,690	115,962	119,413	120,813	146,386	947,057
2094	51,633	73,425	76,901	60,894	103,939	108,159	108,236	134,899	843,022
2095	43,990	64,199	67,613	54,031	90,821	96,945	98,035	120,855	723,377
2096	36,974	54,695	59,116	47,505	80,585	84,709	87,871	109,465	628,647
2097	32,762	45,972	50,365	41,536	70,851	75,162	76,780	98,115	543,827
2098	26,388	40,735	42,333	35,387	61,948	66,084	68,127	85,732	464,340
2099	21,977	32,809	37,510	29,743	52,777	57,779	59,898	76,070	395,931
2100	17,579	27,325	30,212	26,355	44,360	49,226	52,371	66,881	332,041
2101	14,139	21,857	25,162	21,227	39,307	41,375	44,618	58,477	279,117
2102	11,334	17,580	20,126	17,679	31,659	36,662	37,503	49,820	231,525
2103	8,735	14,092	16,188	14,141	26,367	29,529	33,230	41,875	188,783
2104	7,115	10,860	12,977	11,374	21,090	24,593	26,765	37,104	154,996
2105	5,039	8,846	10,001	9,118	16,964	19,671	22,291	29,885	122,962
2106	3,736	6,265	8,146	7,027	13,598	15,822	17,830	24,890	97,314
2107	1,813	4,645	5,769	5,723	10,480	12,683	14,341	19,909	75,364
2108	-	2,254	4,278	4,054	8,536	9,775	11,496	16,013	56,405
2109	-	-	2,075	3,005	6,046	7,962	8,860	12,836	40,784
2110	-	-	-	1,458	4,482	5,639	7,216	9,893	28,688
2111	-	-	-	-	2,175	4,181	5,111	8,058	19,524
2112	-	-	-	-	-	2,028	3,790	5,707	11,525
2113	-	-	-	-	-	-	1,838	4,231	6,070
2114	-	-	-	-	-	-	-	2,053	2,053
Subtotals 2065 to 2114:	7,269,141	9,661,497	9,483,865	7,096,314	11,253,509	11,153,978	10,735,252	12,697,367	127,922,028
Totals 2015 to 2114:	54,958,944	69,181,391	64,783,780	46,431,130	70,436,510	66,830,937	61,604,765	69,620,684	1,110,393,651

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

(b) Prospective period payments are based on the estimated outstanding loss &amp; 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 December 31, 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 @ 12/31/14 (a)	68,791,109	21,718,025	18,388,480	24,886,118	81,189,675	16,529,721	28,422,918	40,837,538	62,224,971

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

2015	2,174,777	799,355	444,189	911,741	2,499,023	741,278	1,110,720	1,169,730	2,280,046
2016	1,470,298	668,816	324,040	583,969	1,384,590	431,862	554,480	604,388	934,308
2017	1,709,588	753,456	578,128	620,871	1,970,376	574,307	775,699	1,117,541	1,553,645
2018	1,732,172	722,239	544,297	598,529	1,932,583	550,558	753,479	1,050,042	1,512,533
2019	1,740,205	709,418	539,484	655,121	2,090,956	607,651	852,048	1,090,916	1,660,090
2020	1,777,610	688,729	489,484	568,594	1,846,017	517,454	725,277	958,599	1,507,689
2021	2,094,772	947,244	584,764	829,181	2,246,832	609,884	878,431	1,099,281	1,784,282
2022	1,695,403	758,558	510,698	653,919	2,003,667	476,683	686,984	856,996	1,433,011
2023	1,614,934	735,083	484,751	640,722	1,955,689	462,816	675,481	825,296	1,406,388
2024	1,788,787	739,937	490,463	712,489	2,304,963	526,897	792,180	908,268	1,585,960
2025	1,738,168	677,684	431,398	603,220	1,975,035	574,282	638,336	739,993	1,387,516
2026	1,732,546	690,112	409,217	590,885	1,953,343	555,579	728,690	714,679	1,359,800
2027	1,643,056	660,684	478,259	571,243	1,882,463	530,385	705,986	980,209	1,319,994
2028	1,844,695	724,405	533,495	703,290	2,112,381	597,255	835,167	1,091,859	1,642,948
2029	1,640,632	614,176	435,576	658,469	2,139,766	543,725	766,473	980,939	1,523,259
2030	1,546,763	587,003	406,009	575,165	1,922,019	475,311	653,019	873,354	1,340,509
2031	1,472,210	563,615	384,195	558,780	1,863,000	455,240	645,317	841,447	1,305,642
2032	1,439,653	543,591	364,395	546,097	1,826,161	438,368	631,965	905,982	1,275,964
2033	1,395,202	518,584	343,702	527,052	1,770,212	416,446	610,800	868,308	1,363,574
2034	1,518,135	521,614	346,889	585,356	1,955,788	454,382	701,828	931,980	1,496,346
2035	1,532,601	543,770	357,748	560,205	1,913,830	446,725	702,075	934,172	1,482,829
2036	1,288,507	455,327	290,220	500,708	1,634,224	361,578	560,466	786,180	1,253,518
2037	1,255,012	435,352	274,165	485,994	1,589,790	344,200	544,083	761,228	1,217,694
2038	1,259,412	417,977	259,512	474,477	1,563,208	329,381	531,363	743,816	1,186,143
2039	1,253,155	397,043	372,329	509,321	1,633,496	343,862	582,254	762,236	1,254,025
2040	1,159,813	378,689	352,388	443,600	1,459,178	294,843	496,199	692,621	1,112,898
2041	1,135,017	362,588	338,545	432,709	1,424,285	281,114	483,843	677,572	1,082,318
2042	1,298,576	389,951	353,402	446,927	1,561,339	309,666	562,813	741,319	1,195,070
2043	1,071,116	326,673	311,477	403,648	1,332,691	249,653	450,229	631,973	1,012,279
2044	1,147,837	327,584	313,908	450,880	1,463,178	271,113	519,277	685,966	1,108,133
2045	1,014,804	294,420	287,214	378,227	1,250,615	221,833	420,683	595,172	947,546
2046	1,015,255	278,991	275,889	365,850	1,216,602	208,592	406,228	577,702	915,903
2047	964,908	265,219	265,311	355,946	1,176,728	197,076	394,640	565,868	887,400
2048	933,516	249,477	254,706	341,711	1,130,708	183,417	377,926	544,356	854,023
2049	1,094,507	266,484	264,384	391,800	1,323,007	219,589	490,787	634,266	1,013,450
2050	911,307	222,687	235,478	320,386	1,063,904	161,012	352,805	517,512	796,263
2051	855,030	208,463	226,199	306,891	1,014,506	148,844	336,911	497,632	764,549
2052	829,359	195,652	217,478	295,617	976,571	138,152	323,606	482,771	735,580
2053	807,807	184,061	209,246	286,359	944,314	128,734	312,637	512,804	781,108
2054	878,282	180,357	211,004	315,870	1,020,082	135,428	354,302	542,729	836,058
2055	753,503	159,820	193,412	262,727	903,511	108,555	284,744	478,747	720,777
2056	843,437	168,418	192,907	267,956	969,105	117,544	329,930	523,031	770,281
2057	703,653	138,087	178,935	241,557	830,287	90,917	259,736	449,753	663,946
2058	700,774	127,867	172,115	231,186	797,556	82,738	247,522	435,489	636,102
2059	691,967	118,551	169,277	251,290	825,296	83,747	270,774	450,073	658,240
2060	629,614	108,723	159,235	210,855	724,198	67,662	223,714	407,350	581,633
2061	605,086	99,796	153,141	200,891	689,915	60,769	212,131	393,444	555,041
2062	602,874	91,644	147,286	192,338	662,123	54,694	202,216	382,833	530,050
2063	640,387	93,407	143,864	190,089	686,543	56,786	227,615	406,866	552,539
2064	583,282	79,722	142,856	199,372	659,908	49,186	213,865	386,359	530,426
Subtotals 2015 to 2064:	62,230,006	21,191,105	16,447,062	23,010,079	74,075,567	16,287,773	26,397,734	35,811,643	56,309,327

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 December 31, 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 @ 12/31/14 (a)	68,791,109	21,718,025	18,388,480	24,886,118	81,189,675	16,529,721	28,422,918	40,837,538	62,224,971

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

2065	510,062	68,573	130,627	163,491	561,970	37,776	169,439	341,492	454,178
2066	500,364	61,504	125,338	153,133	529,327	32,739	157,911	325,116	429,054
2067	459,529	55,111	120,184	144,018	497,368	28,373	147,869	311,649	405,391
2068	437,719	49,318	115,145	135,975	470,359	24,581	139,104	300,733	382,994
2069	433,158	43,596	112,921	143,460	473,105	23,171	147,147	301,141	385,306
2070	459,907	42,830	105,814	122,330	447,246	20,735	142,168	299,865	365,103
2071	366,942	33,830	100,518	110,069	385,990	14,844	111,427	260,426	316,893
2072	342,251	29,355	95,762	101,167	357,668	12,219	102,136	245,068	295,583
2073	319,492	25,368	91,047	93,232	332,478	10,032	94,004	231,957	275,451
2074	337,538	23,089	90,776	100,156	343,878	9,512	104,083	241,169	282,102
2075	274,938	18,464	81,679	78,084	284,969	6,534	78,875	206,122	237,301
2076	253,257	15,523	77,016	70,901	262,678	5,172	71,877	193,432	219,349
2077	265,592	14,243	72,415	66,340	258,328	4,802	76,814	199,494	214,214
2078	219,629	10,603	67,737	57,395	221,339	3,097	59,004	168,558	185,718
2079	200,725	8,593	64,754	58,226	215,546	2,614	60,511	164,782	179,939
2080	172,840	6,882	58,574	45,481	184,532	1,744	47,934	145,667	155,264
2081	153,622	5,385	54,064	39,582	166,158	1,254	42,493	132,824	140,926
2082	141,421	4,147	49,620	34,370	149,986	889	37,736	121,454	127,509
2083	119,672	3,136	45,261	29,750	135,407	621	33,549	111,315	114,951
2084	126,138	2,633	43,112	29,757	135,455	562	38,974	116,600	115,244
2085	88,930	1,647	36,880	21,079	106,916	271	25,641	89,568	91,874
2086	78,943	1,147	32,904	17,581	95,088	173	22,414	80,456	81,586
2087	63,299	767	29,103	14,241	82,951	104	19,269	70,580	71,958
2088	52,350	494	25,498	11,427	72,309	61	16,545	61,880	63,115
2089	44,666	305	22,680	10,341	66,083	38	15,828	56,779	57,402
2090	35,776	178	18,963	6,952	53,605	18	11,937	46,239	47,572
2091	29,892	104	16,068	5,284	46,193	10	10,839	41,722	41,243
2092	21,013	51	13,438	3,896	38,434	4	8,357	33,357	34,754
2093	15,972	24	11,081	2,772	31,661	2	6,855	27,509	29,291
2094	13,528	11	9,461	2,252	27,509	1	6,531	24,380	26,277
2095	8,781	4	7,190	1,305	20,996	0	4,497	18,376	20,157
2096	6,316	1	5,646	838	16,517	0	3,559	14,530	16,414
2097	4,463	0	4,352	520	12,841	0	2,782	11,390	13,181
2098	2,377	0	3,290	311	9,893	0	2,207	9,099	10,431
2099	-	0	2,499	199	7,576	0	1,753	6,940	8,399
2100	-	-	-	93	5,326	0	1,198	4,934	6,180
2101	-	-	-	30	3,818	0	871	3,617	4,619
2102	-	-	-	-	2,606	-	619	2,561	3,376
2103	-	-	-	-	-	-	429	1,786	2,410
2104	-	-	-	-	-	-	-	1,318	1,799
2105	-	-	-	-	-	-	-	11	1,136
2106	-	-	-	-	-	-	-	-	0
2107	-	-	-	-	-	-	-	-	-
2108	-	-	-	-	-	-	-	-	-
2109	-	-	-	-	-	-	-	-	-
2110	-	-	-	-	-	-	-	-	-
2111	-	-	-	-	-	-	-	-	-
2112	-	-	-	-	-	-	-	-	-
2113	-	-	-	-	-	-	-	-	-
2114	-	-	-	-	-	-	-	-	-

Subtotals 2065 to 2114: 6,561,103 526,919 1,941,418 1,876,038 7,114,107 241,948 2,025,184 5,025,894 5,915,644

Totals 2015 to 2114: 68,791,109 21,718,025 18,388,480 24,886,118 81,189,675 16,529,721 28,422,918 40,837,538 62,224,971

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 December 31, 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 @ 12/31/14 (a)	18,765,881	8,232,770	23,583,028	48,613,854	35,026,069	18,043,659	26,535,563	26,154,472	38,601,660

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

2015	1,043,167	394,093	799,759	1,570,936	1,759,333	662,261	1,010,490	695,271	1,050,970
2016	724,476	299,354	610,531	1,146,958	1,082,145	319,312	627,020	451,809	661,058
2017	726,790	502,292	626,535	1,277,902	1,180,075	360,945	728,156	852,709	813,693
2018	671,755	471,787	700,157	1,280,807	1,081,277	355,074	710,811	977,906	792,325
2019	657,671	473,515	759,790	1,473,781	1,094,427	389,642	740,677	996,469	1,139,914
2020	586,306	422,851	673,669	1,298,044	1,019,916	351,896	689,376	884,530	1,002,107
2021	718,889	434,575	809,991	1,512,126	1,140,539	447,259	853,498	990,505	1,225,316
2022	535,788	373,274	644,039	1,273,846	941,807	352,935	714,491	796,421	958,567
2023	509,060	353,563	631,860	1,221,976	896,108	352,465	704,757	830,582	942,853
2024	529,406	367,035	699,832	1,390,760	960,415	396,053	756,251	880,754	1,120,103
2025	461,206	310,528	602,915	1,186,629	809,555	343,184	674,015	755,930	939,560
2026	441,983	293,420	587,681	1,276,412	798,448	342,514	664,088	725,002	923,527
2027	423,495	273,457	572,901	1,216,330	763,975	336,492	647,190	691,927	900,796
2028	484,808	281,619	623,969	1,334,655	837,256	418,354	717,517	736,685	1,056,473
2029	423,130	257,093	603,741	1,297,813	782,564	365,795	659,499	685,328	974,954
2030	380,348	224,287	543,777	1,165,947	688,102	326,156	607,258	609,355	844,293
2031	368,354	209,484	530,612	1,111,550	667,329	322,626	594,039	585,021	825,883
2032	357,978	196,732	518,774	1,089,050	651,009	321,526	583,804	563,523	810,695
2033	346,899	182,058	504,543	1,059,659	630,747	315,431	567,737	540,529	789,674
2034	374,602	188,502	553,564	1,231,651	702,080	355,693	609,637	581,189	910,228
2035	385,213	173,942	504,163	1,146,393	682,425	389,286	612,975	552,240	904,289
2036	319,198	145,916	466,067	995,744	584,941	304,283	528,671	482,881	736,775
2037	310,786	135,090	453,405	969,698	571,394	300,462	515,743	465,747	719,500
2038	303,289	125,695	441,820	972,021	560,789	298,861	505,263	450,522	704,981
2039	319,797	122,466	467,672	1,017,652	600,536	321,767	518,629	469,375	780,251
2040	287,112	105,923	415,891	891,706	534,175	288,637	477,153	419,421	668,615
2041	280,176	97,909	404,418	868,428	524,738	286,740	466,495	406,291	654,319
2042	316,242	97,481	409,520	962,003	578,740	352,187	506,096	428,199	757,229
2043	264,933	81,289	379,069	813,737	500,258	276,202	438,732	379,187	618,912
2044	289,418	82,715	410,193	906,601	561,744	345,327	469,339	410,617	720,392
2045	250,638	67,173	354,948	761,749	478,627	300,695	413,134	354,897	586,290
2046	243,583	60,763	343,038	757,749	467,971	295,500	400,327	343,344	570,097
2047	237,082	55,147	331,888	712,059	459,216	292,152	389,196	332,778	555,962
2048	229,593	49,162	319,533	683,974	446,815	284,804	374,703	321,183	537,901
2049	277,040	50,321	345,298	804,333	535,694	338,474	424,361	363,499	698,849
2050	216,169	39,376	297,011	654,381	427,361	275,510	350,553	300,600	507,719
2051	208,766	34,622	285,093	606,760	415,027	267,960	336,316	289,732	490,014
2052	201,835	30,488	273,847	581,251	404,319	262,119	323,548	279,591	474,161
2053	195,330	26,873	263,179	557,613	395,075	257,855	312,043	270,074	459,963
2054	211,700	25,601	277,131	625,622	437,256	279,820	326,206	289,262	533,956
2055	180,995	20,048	240,912	505,707	371,593	243,892	285,456	249,788	426,895
2056	200,036	18,606	238,405	536,471	407,418	270,519	302,842	261,893	487,573
2057	167,026	14,600	219,721	456,340	349,126	231,136	260,342	230,242	395,634
2058	160,027	12,296	209,375	447,638	337,668	224,573	247,888	220,520	380,087
2059	167,520	10,801	211,965	451,446	359,071	236,933	249,831	227,763	426,589
2060	146,005	8,470	189,246	384,441	314,276	211,075	223,217	201,118	349,181
2061	138,977	6,914	179,484	361,295	302,356	204,146	211,028	191,430	333,833
2062	132,228	5,610	170,130	352,838	291,421	198,363	199,633	182,075	319,613
2063	142,576	4,705	164,503	350,656	312,455	216,737	205,220	187,879	356,475
2064	132,748	3,781	163,431	336,541	303,529	203,254	190,905	180,183	352,993
Subtotals 2015 to 2064:	17,682,151	8,223,305	22,028,996	45,889,679	32,003,123	15,694,885	24,926,153	24,573,778	35,192,036

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 December 31, 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 @ 12/31/14 (a)	18,765,881	8,232,770	23,583,028	48,613,854	35,026,069	18,043,659	26,535,563	26,154,472	38,601,660

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

2065	111,020	2,685	142,664	274,920	254,464	176,549	164,406	153,187	274,282
2066	103,736	2,014	133,832	264,283	241,039	168,070	152,662	143,452	258,673
2067	96,724	1,489	125,363	234,035	228,499	160,613	141,682	134,089	244,139
2068	89,956	1,082	117,208	215,701	216,709	154,027	131,345	125,060	230,526
2069	90,288	780	113,277	215,800	222,764	156,038	126,931	124,284	255,717
2070	86,373	540	102,713	205,085	213,333	159,158	120,050	116,928	235,170
2071	69,535	345	93,857	163,150	178,706	131,030	100,859	98,170	188,891
2072	62,846	220	86,523	146,870	165,547	122,607	91,145	89,442	175,080
2073	56,480	135	79,487	131,986	153,167	114,975	82,090	81,128	162,139
2074	56,544	86	76,465	139,420	161,212	118,713	79,496	80,726	186,943
2075	44,415	45	66,168	104,961	128,963	99,853	65,274	65,398	137,355
2076	38,791	24	59,900	92,844	117,237	92,406	57,563	58,055	125,586
2077	37,875	12	54,146	88,810	117,888	100,345	54,394	56,259	131,635
2078	28,546	5	48,186	74,750	94,820	77,865	43,632	44,573	103,450
2079	26,008	2	43,268	67,144	91,990	74,885	39,174	41,095	112,466
2080	19,898	1	37,643	53,749	74,433	64,335	31,859	32,930	83,528
2081	16,160	0	32,833	46,001	64,708	57,400	26,682	27,753	74,102
2082	12,908	0	28,352	40,929	55,847	51,071	22,108	23,130	65,436
2083	10,123	0	24,208	33,272	47,798	45,269	18,100	19,040	57,471
2084	9,646	0	21,027	32,703	49,089	50,456	16,602	18,444	69,675
2085	5,783	0	16,973	23,258	33,454	34,029	11,510	12,259	43,014
2086	4,225	0	13,899	19,964	27,540	29,234	8,964	9,608	36,814
2087	2,993	0	11,193	15,768	22,240	24,579	6,820	7,365	31,101
2088	2,065	-	8,855	12,808	17,737	20,491	5,087	5,537	26,041
2089	791	-	6,876	10,926	15,008	17,570	3,864	4,320	26,365
2090	-	-	5,227	8,407	10,778	13,640	2,631	2,919	17,634
2091	-	-	3,888	6,632	8,582	13,363	1,940	2,261	15,518
2092	-	-	-	1	6,164	8,563	1,220	1,385	11,343
2093	-	-	-	-	3,226	6,570	791	910	8,892
2094	-	-	-	-	-	5,072	530	630	8,752
2095	-	-	-	-	-	-	-	356	5,227
2096	-	-	-	-	-	-	-	0	3,905
2097	-	-	-	-	-	-	-	-	2,754
2098	-	-	-	-	-	-	-	-	-
2099	-	-	-	-	-	-	-	-	-
2100	-	-	-	-	-	-	-	-	-
2101	-	-	-	-	-	-	-	-	-
2102	-	-	-	-	-	-	-	-	-
2103	-	-	-	-	-	-	-	-	-
2104	-	-	-	-	-	-	-	-	-
2105	-	-	-	-	-	-	-	-	-
2106	-	-	-	-	-	-	-	-	-
2107	-	-	-	-	-	-	-	-	-
2108	-	-	-	-	-	-	-	-	-
2109	-	-	-	-	-	-	-	-	-
2110	-	-	-	-	-	-	-	-	-
2111	-	-	-	-	-	-	-	-	-
2112	-	-	-	-	-	-	-	-	-
2113	-	-	-	-	-	-	-	-	-
2114	-	-	-	-	-	-	-	-	-

Subtotals 2065 to 2114: 1,083,730 9,466 1,554,032 2,724,175 3,022,945 2,348,774 1,609,410 1,580,693 3,409,624

Totals 2015 to 2114: 18,765,881 8,232,770 23,583,028 48,613,854 35,026,069 18,043,659 26,535,563 26,154,472 38,601,660

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 December 31, 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 @ 12/31/14	Indicated 2014 Level Ultimate Loss & ALAE (5) + (6)	2014 Level Case O/S (e) Loss & ALAE @ 12/31/14	2014 Level IBNR / Bulk Outstanding (5) - (8)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1989	13,589,617	0.81%	1.381	18,765,881	12,442,023	31,207,904	13,972,592	4,793,289
1990	6,010,089	0.53%	1.370	8,232,770	4,673,146	12,905,916	5,690,411	2,542,360
1991	17,307,626	0.47%	1.363	23,583,028	6,319,582	29,902,609	20,325,734	3,257,294
1992	35,846,308	0.42%	1.356	48,613,854	10,008,985	58,622,839	40,907,360	7,706,494
1993	25,934,378	0.39%	1.351	35,026,069	15,901,276	50,927,344	27,685,459	7,340,610
1994	13,412,494	0.35%	1.345	18,043,659	5,824,760	23,868,419	14,309,117	3,734,542
1995	19,792,981	0.37%	1.341	26,535,563	7,131,274	33,666,837	22,999,111	3,536,452
1996	19,580,347	0.24%	1.336	26,154,472	7,102,700	33,257,171	22,116,990	4,037,482
1997	28,968,638	0.26%	1.333	38,601,660	8,672,285	47,273,945	31,998,886	6,602,774
1998	51,757,453	0.35%	1.329	68,791,109	13,856,989	82,648,098	58,246,836	10,544,274
1999	16,396,787	0.42%	1.325	21,718,025	9,544,718	31,262,742	16,397,548	5,320,477
2000	13,940,657	0.30%	1.319	18,388,480	4,383,068	22,771,548	14,453,319	3,935,161
2001	18,923,814	0.38%	1.315	24,886,118	5,761,556	30,647,673	20,134,434	4,751,683
2002	61,969,798	0.29%	1.310	81,189,675	11,132,883	92,322,558	63,605,161	17,584,514
2003	12,653,073	4.94%	1.306	16,529,721	3,099,320	19,629,041	12,620,515	3,909,206
2004	22,832,142	0.87%	1.245	28,422,918	3,877,573	32,300,491	21,004,229	7,418,689
2005	33,088,853	4.86%	1.234	40,837,538	5,677,987	46,515,525	28,027,273	12,810,265
2006	52,867,044	0.50%	1.177	62,224,971	6,260,850	68,485,821	43,740,283	18,484,688
2007	46,928,318	4.55%	1.171	54,958,944	6,071,909	61,030,854	37,209,077	17,749,867
2008	61,761,417	0.35%	1.120	69,181,391	2,934,059	72,115,450	47,464,953	21,716,437
2009	58,037,995	0.29%	1.116	64,783,780	3,691,740	68,475,520	42,106,974	22,676,807
2010	41,716,098	0.42%	1.113	46,431,130	2,065,585	48,496,715	25,175,952	21,255,178
2011	63,551,453	9.83%	1.108	70,436,510	1,559,805	71,996,315	36,994,262	33,442,247
2012	66,225,576	0.72%	1.009	66,830,937	898,196	67,729,133	27,373,900	39,457,037
2013	61,487,878	0.19%	1.002	61,604,765	873,399	62,478,164	13,234,684	48,370,082
2014	69,620,684		1.000	69,620,684	116,952	69,737,636	6,342,848	63,277,836
Totals:								
All Years	934,201,517			1,110,393,651	159,882,618	1,270,276,269	714,137,907	396,255,744
1989 to 1998	232,199,931			312,348,066	91,933,019	404,281,085	258,252,496	54,095,570
1999 to 2014	702,001,586			798,045,585	67,949,599	865,995,184	455,885,411	342,160,174

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

(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 December 31, 2014. See Exhibit IX, Sheets 4a, 4b and 4c.

(e) The 2014 level case outstanding as provided by NICA as of December 31, 2014. See Exhibit IX, Sheets 2a, 2b and 2c.

Birth Year Level Loss & ALAE

Evaluated As of December 31, 2014

Year of Birth	Birth Year Level						Open Accepted Claim Counts @ 12/31/14
	Ultimate (a) Loss & ALAE	Paid (b) Loss & ALAE @ 12/31/14	Incurred (c) Loss & ALAE @ 12/31/14	Case O/S Loss & ALAE @ 12/31/14 (4) - (3)	IBNR / Bulk Loss & ALAE @ 12/31/14 (2) - (4)	Case+IBNR Loss & ALAE @ 12/31/14 (2) - (3)	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1989	24,195,976	10,606,359	20,724,837	10,118,479	3,471,138	13,589,617	5
1990	9,999,835	3,989,746	8,143,861	4,154,115	1,855,974	6,010,089	3
1991	22,311,410	5,003,784	19,920,876	14,917,092	2,390,534	17,307,626	4
1992	44,193,315	8,347,008	38,510,792	30,163,785	5,682,523	35,846,308	10
1993	39,534,688	13,600,310	34,099,475	20,499,165	5,435,213	25,934,378	8
1994	18,678,491	5,265,997	15,902,473	10,636,476	2,776,018	13,412,494	4
1995	25,772,539	5,979,558	23,134,685	17,155,127	2,637,853	19,792,981	5
1996	25,801,313	6,220,966	22,778,683	16,557,717	3,022,630	19,580,347	6
1997	36,376,739	7,408,101	31,421,683	24,013,583	4,955,056	28,968,638	8
1998	63,630,834	11,873,381	55,697,473	43,824,091	7,933,362	51,757,453	13
1999	24,714,807	8,318,020	20,697,926	12,379,906	4,016,882	16,396,787	4
2000	17,876,978	3,936,321	14,893,657	10,957,336	2,983,321	13,940,657	5
2001	24,055,468	5,131,654	20,442,210	15,310,556	3,613,258	18,923,814	4
2002	71,583,645	9,613,847	58,161,880	48,548,032	13,421,765	61,969,798	14
2003	15,371,140	2,718,067	12,378,744	9,660,677	2,992,396	12,653,073	3
2004	26,266,333	3,434,191	20,306,897	16,872,706	5,959,436	22,832,142	5
2005	38,008,212	4,919,359	27,628,620	22,709,262	10,379,592	33,088,853	7
2006	58,221,693	5,354,649	42,516,892	37,162,242	15,704,801	52,867,044	10
2007	52,163,570	5,235,252	37,007,322	31,772,069	15,156,248	46,928,318	8
2008	64,432,055	2,670,638	45,044,790	42,374,152	19,387,265	61,761,417	10
2009	61,645,728	3,607,733	41,330,205	37,722,472	20,315,523	58,037,995	10
2010	43,747,351	2,031,254	24,650,614	22,619,361	19,096,737	41,716,098	6
2011	65,087,844	1,536,391	34,914,523	33,378,132	30,173,321	63,551,453	10
2012	67,114,423	888,847	28,014,792	27,125,945	39,099,632	66,225,576	8
2013	62,357,107	869,229	14,078,802	13,209,572	48,278,305	61,487,878	4
2014	69,737,636	116,952	6,459,800	6,342,848	63,277,836	69,620,684	2
Totals:	1,072,879,130	138,677,613	718,862,511	580,184,898	354,016,619	934,201,517	176

Notes: (a) See Exhibit IV, Sheet 2, Column (8).  
 (b) See Exhibit VIII, Sheet 1, Column (2).  
 (c) See Exhibit VII, Sheet 1, Column (2).

## Development of Birth Year Level Ultimate Loss &amp; ALAE

Evaluated As of December 31, 2014

Year of Birth	Ultimate Loss & ALAE - Birth Year Level							Prior Selected Ultimate BY Level @ 9/30/14	Increase or (Decrease) From 9/30/14 to 12/31/14
	Paid Projection (a)	Incurred Projection (b)	Frequency/Severity (c)	Bornhuetter-Ferguson (d)	Cape Cod Method (e)	Incremental Payment Method (f)	Selected (g)		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
1989	36,591,937	23,398,341	25,545,867	23,643,718	23,664,113	24,580,943	24,195,976	23,989,713	206,262
1990	14,315,208	9,222,002	11,311,248	9,466,255	11,284,900	9,179,808	9,999,835	10,326,318	(326,483)
1991	18,761,489	22,625,816	21,783,320	22,525,094	23,498,171	28,413,021	22,311,410	22,078,241	233,169
1992	32,705,126	43,871,168	44,732,384	43,976,395	42,519,981	50,965,900	44,193,315	44,299,872	(106,556)
1993	56,219,411	38,962,371	40,488,809	39,152,885	38,326,628	43,032,607	39,534,688	39,447,470	87,218
1994	23,074,057	18,224,821	19,432,002	18,378,649	19,811,984	22,447,399	18,678,491	18,711,266	(32,775)
1995	27,641,708	25,850,373	25,639,068	25,828,175	26,483,970	34,449,748	25,772,539	26,488,895	(716,356)
1996	30,483,125	25,707,107	25,960,823	25,736,009	26,565,487	26,350,228	25,801,313	24,681,864	1,119,449
1997	38,296,669	35,993,169	37,014,198	36,122,850	35,830,279	43,140,131	36,376,739	36,452,779	(76,040)
1998	64,756,146	63,800,800	63,348,366	63,743,337	59,892,322	77,610,949	63,630,834	63,387,386	243,448
1999	48,541,177	24,064,869	25,775,366	24,304,187	25,112,027	24,214,954	24,714,807	27,447,765	(2,732,958)
2000	24,808,734	17,489,581	18,501,565	17,639,787	19,280,118	16,502,178	17,876,978	17,389,385	487,593
2001	34,768,023	24,605,363	23,194,409	24,366,633	25,914,699	26,299,977	24,055,468	24,367,965	(312,497)
2002	70,346,672	71,756,991	71,319,786	71,674,158	64,809,697	74,404,935	71,583,645	70,221,298	1,362,347
2003	21,678,685	15,654,032	14,952,200	15,507,188	20,301,631	13,671,533	15,371,140	14,908,946	462,194
2004	30,129,366	26,321,891	26,186,220	26,290,888	30,002,847	28,165,903	26,266,333	25,174,423	1,091,910
2005	47,259,393	36,886,711	39,576,189	37,561,736	39,014,927	35,799,656	38,008,212	37,622,634	385,578
2006	56,328,059	58,750,640	57,507,343	58,407,097	55,700,802	53,696,821	58,221,693	55,786,022	2,435,672
2007	61,405,355	53,182,909	50,838,075	52,469,727	52,678,095	48,767,833	52,163,570	51,252,572	910,998
2008	35,240,021	67,322,826	60,806,766	65,166,573	63,348,795	57,734,310	64,432,055	64,711,305	(279,250)
2009	58,316,520	64,241,942	58,500,847	62,194,394	62,421,602	50,684,952	61,645,728	63,177,469	(1,531,742)
2010	41,863,117	43,105,370	39,127,807	41,402,451	50,711,796	51,353,812	43,747,351	47,743,316	(3,995,965)
2011	42,746,725	68,685,057	63,552,872	66,161,704	65,548,954	59,403,918	65,087,844	64,145,216	942,627
2012	40,804,868	77,156,334	61,688,836	67,304,950	72,349,483	63,035,955	67,114,423	58,235,476	8,878,948
2013	95,770,260	69,794,690	56,583,300	59,248,267	71,239,753	50,547,290	62,357,107	68,879,998	(6,522,891)
2014	N/A	N/A	64,038,520	67,914,784	77,259,604	59,913,400	69,737,636	55,315,959	14,421,678
Totals:									
1989 - 2013	1,052,851,851	1,026,675,174	983,367,665	998,273,108	1,026,313,062	1,014,454,760	1,003,141,494	1,000,927,592	2,213,902
1989 - 1998	342,844,875	307,655,968	315,256,084	308,573,368	307,877,835	360,170,733	310,495,140	309,863,803	631,338
1999 - 2013	710,006,976	719,019,206	668,111,581	689,699,740	718,435,227	654,284,027	692,646,354	691,063,790	1,582,564
1989 - 2002	521,309,481	445,572,772	454,047,211	446,558,133	442,994,375	501,592,777	448,726,038	449,290,216	(564,177)
All Years	N/A	N/A	1,047,406,186	1,066,187,892	1,103,572,666	1,074,368,160	1,072,879,130	1,056,243,551	16,635,579

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) See Appendix E, Exhibit I, Sheet 1, Column (7).

(g) Selected based on average of columns (3), (4) &amp; (5) for birth years 2009 and prior. The selection for birth years 2010 and subsequent is based on average of columns (4), (5) &amp; (6).

Estimation of Ultimate Loss & ALAE - Adjusted to Birth Year Level  
Based on Bornhuetter-Ferguson Approach  
Evaluated As of December 31, 2014

Year of Birth	Birth Year Level Initial Expected Ultimate Loss & ALAE (a)	Expected Percent (b) Unreported @ 12/31/14	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	25,545,867	11.4%	2,918,881	20,724,837	23,643,718
1990	11,311,248	11.7%	1,322,394	8,143,861	9,466,255
1991	21,783,320	12.0%	2,604,218	19,920,876	22,525,094
1992	44,732,384	12.2%	5,465,603	38,510,792	43,976,395
1993	40,488,809	12.5%	5,053,410	34,099,475	39,152,885
1994	19,432,002	12.7%	2,476,176	15,902,473	18,378,649
1995	25,639,068	10.5%	2,693,489	23,134,685	25,828,175
1996	25,960,823	11.4%	2,957,326	22,778,683	25,736,009
1997	37,014,198	12.7%	4,701,166	31,421,683	36,122,850
1998	63,348,366	12.7%	8,045,864	55,697,473	63,743,337
1999	25,775,366	14.0%	3,606,261	20,697,926	24,304,187
2000	18,501,565	14.8%	2,746,130	14,893,657	17,639,787
2001	23,194,409	16.9%	3,924,423	20,442,210	24,366,633
2002	71,319,786	18.9%	13,512,278	58,161,880	71,674,158
2003	14,952,200	20.9%	3,128,444	12,378,744	15,507,188
2004	26,186,220	22.9%	5,983,991	20,306,897	26,290,888
2005	39,576,189	25.1%	9,933,115	27,628,620	37,561,736
2006	57,507,343	27.6%	15,890,205	42,516,892	58,407,097
2007	50,838,075	30.4%	15,462,405	37,007,322	52,469,727
2008	60,806,766	33.1%	20,121,783	45,044,790	65,166,573
2009	58,500,847	35.7%	20,864,190	41,330,205	62,194,394
2010	39,127,807	42.8%	16,751,837	24,650,614	41,402,451
2011	63,552,872	49.2%	31,247,182	34,914,523	66,161,704
2012	61,688,836	63.7%	39,290,158	28,014,792	67,304,950
2013	56,583,300	79.8%	45,169,465	14,078,802	59,248,267
2014	64,038,520	96.0%	61,454,984	6,459,800	67,914,784
Totals:	1,047,406,186		347,325,381	718,862,511	1,066,187,892

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.

(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) (7)	Estimated Ultimate (d) Accepted Claim Cts. (8)	Indicated Average Claim Size		Birth Year Level Average Claim Size Based on All Years Average (15) / (6) (11)	Estimated % Rept. (e) (12)	Indicated Birth Year Level Average (f) Claim Size (13)	Estimated Birth Year Level Ultimate Loss & ALAE (13) x (8) (14)
	Adjusted Paid Proj. (a) (2)	Adjusted Inc. Proj. (b) (3)	Selected (4)					Birth Year Level (4) / (8) (9)	2014 Level (7) / (8) (10)				
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
1989	36,591,937	23,398,341	23,398,341	0.90%	1.391	32,553,206	11.0	2,127,122	2,959,382	3,835,759	88.57%	2,322,352	25,545,867
1990	14,315,208	9,222,002	9,222,002	0.63%	1.379	12,715,477	7.0	1,317,429	1,816,497	3,870,371	88.31%	1,615,893	11,311,248
1991	18,761,489	22,625,816	22,625,816	0.57%	1.370	31,002,333	4.0	5,656,454	7,750,583	3,894,663	88.04%	5,445,830	21,783,320
1992	32,705,126	43,871,168	43,871,168	0.54%	1.362	59,771,907	13.0	3,374,705	4,597,839	3,916,897	87.78%	3,440,953	44,732,384
1993	56,219,411	38,962,371	38,962,371	0.48%	1.355	52,801,068	13.0	2,997,105	4,061,621	3,937,882	87.52%	3,114,524	40,488,809
1994	23,074,057	18,224,821	18,224,821	0.41%	1.349	24,579,250	7.0	2,603,546	3,511,321	3,956,896	87.26%	2,776,000	19,432,002
1995	27,641,708	25,850,373	25,850,373	0.44%	1.343	34,720,862	6.0	4,308,396	5,786,810	3,973,163	89.49%	4,273,178	25,639,068
1996	30,483,125	25,707,107	25,707,107	0.31%	1.337	34,377,377	7.0	3,672,444	4,911,054	3,990,621	88.61%	3,708,689	25,960,823
1997	38,296,669	35,993,169	35,993,169	0.32%	1.333	47,984,723	11.0	3,272,106	4,362,248	4,002,922	87.30%	3,364,927	37,014,198
1998	64,756,146	63,800,800	63,800,800	0.41%	1.329	84,781,788	15.0	4,253,387	5,652,119	4,015,907	87.30%	4,223,224	63,348,366
1999	48,541,177	24,064,869	24,064,869	0.47%	1.323	31,848,835	9.0	2,673,874	3,538,759	4,032,274	86.01%	2,863,930	25,775,366
2000	24,808,734	17,489,581	17,489,581	0.38%	1.317	23,038,158	6.0	2,914,930	3,839,693	4,051,275	85.16%	3,083,594	18,501,565
2001	34,768,023	24,605,363	24,605,363	0.46%	1.312	32,289,589	4.0	6,151,341	8,072,397	4,066,561	83.08%	5,798,602	23,194,409
2002	70,346,672	71,756,991	71,756,991	0.36%	1.306	93,735,681	17.0	4,220,999	5,513,864	4,085,256	81.05%	4,195,282	71,319,786
2003	21,678,685	15,654,032	15,654,032	4.59%	1.302	20,375,773	3.0	5,218,011	6,791,924	4,099,890	79.08%	4,984,067	14,952,200
2004	30,129,366	26,321,891	26,321,891	0.92%	1.245	32,758,135	6.0	4,386,982	5,459,689	4,288,031	77.15%	4,364,370	26,186,220
2005	47,259,393	36,886,711	36,886,711	4.47%	1.233	45,487,771	11.0	3,353,337	4,135,252	4,327,483	74.90%	3,597,835	39,576,189
2006	56,328,059	58,750,640	58,750,640	0.58%	1.180	69,349,825	12.0	4,895,887	5,779,152	4,520,925	72.37%	4,792,279	57,507,343
2007	61,405,355	53,182,909	53,182,909	4.75%	1.174	62,412,887	10.0	5,318,291	6,241,289	4,547,345	69.58%	5,083,807	50,838,075
2008	35,240,021	67,322,826	67,322,826	1.08%	1.120	75,426,904	10.0	6,732,283	7,542,690	4,763,170	66.91%	6,080,677	60,806,766
2009	58,316,520	64,241,942	64,241,942	0.34%	1.108	71,208,450	10.0	6,424,194	7,120,845	4,814,455	64.34%	5,850,085	58,500,847
2010	41,863,117	43,105,370	43,105,370	0.48%	1.105	47,619,194	7.0	6,157,910	6,802,742	4,830,692	57.19%	5,589,687	39,127,807
2011	42,746,725	68,685,057	68,685,057	8.92%	1.099	75,514,653	12.0	5,723,755	6,292,888	4,853,903	50.83%	5,296,073	63,552,872
2012	40,804,868	77,156,334	77,156,334	0.71%	1.009	77,877,777	10.0	7,715,633	7,787,778	5,287,107	36.31%	6,168,884	61,688,836
2013	95,770,260	69,794,690	69,794,690	0.23%	1.002	69,952,656	10.0	6,979,469	6,995,266	5,324,492	20.17%	5,658,330	56,583,300
2014	N/A	N/A	N/A		1.000	N/A	12.0	N/A	N/A	5,336,543	N/A	5,336,543	64,038,520
Totals:													
All Years	N/A	N/A	N/A			N/A	N/A	N/A	N/A	N/A			1,047,406,186
1992 - 2010	803,861,364	755,792,934	755,792,934			944,568,177	177	4,270,017	5,336,543				742,902,222
1993 - 2009	729,293,121	668,816,396	668,816,396			837,177,076	157	4,259,977	5,332,338				659,042,032
1994 - 2008	614,757,190	565,612,083	565,612,083			713,167,557	134	4,220,986	5,322,146				560,052,375
1995 - 2007	556,443,112	480,064,436	480,064,436			613,161,403	117	4,103,115	5,240,696				479,813,607
1992 - 2009	761,998,247	712,687,564	712,687,564			896,948,983	170	4,192,280	5,276,170				703,774,415

(15) Selected 2014 Level Average Claim Size ==> 5,336,543

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) Based on ultimate reported accepted claim counts for AAA and AAD only (Excluding DA claims). See Exhibit X, Sheet 1a, Column (10).

(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 December 31, 2014

Year of Birth	Insured (a) Physicians	Birth Year Level (b) Incurred Loss & ALAE @ 12/31/14	Expected Percent (c) Reported @ 12/31/14	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	Indicated BY Level Ultimate Loss & ALAE (3) + (10)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(10)	(11)
1989	570	20,724,837	88.57%	504.9	1.391	28,833,663	57,111	2,939,276	23,664,113
1990	590	8,143,861	88.31%	521.0	1.379	11,228,915	21,552	3,141,040	11,284,900
1991	653	19,920,876	88.04%	574.9	1.370	27,295,972	47,477	3,577,295	23,498,171
1992	712	38,510,792	87.78%	625.0	1.362	52,468,708	83,949	4,009,188	42,519,981
1993	731	34,099,475	87.52%	639.8	1.355	46,210,965	72,231	4,227,153	38,326,628
1994	659	15,902,473	87.26%	575.0	1.349	21,447,171	37,298	3,909,511	19,811,984
1995	682	23,134,685	89.49%	610.4	1.343	31,073,292	50,910	3,349,285	26,483,970
1996	708	22,778,683	88.61%	627.3	1.337	30,461,280	48,556	3,786,804	26,565,487
1997	737	31,421,683	87.30%	643.4	1.333	41,890,192	65,108	4,408,595	35,830,279
1998	699	55,697,473	87.30%	610.2	1.329	74,013,669	121,290	4,194,849	59,892,322
1999	665	20,697,926	86.01%	572.0	1.323	27,392,828	47,893	4,414,101	25,112,027
2000	620	14,893,657	85.16%	528.0	1.317	19,618,676	37,158	4,386,461	19,280,118
2001	676	20,442,210	83.08%	561.6	1.312	26,826,289	47,766	5,472,489	25,914,699
2002	730	58,161,880	81.05%	591.7	1.306	75,976,477	128,405	6,647,817	64,809,697
2003	785	12,378,744	79.08%	620.8	1.302	16,112,556	25,956	7,922,887	20,301,631
2004	841	20,306,897	77.15%	648.8	1.245	25,272,351	38,951	9,695,950	30,002,847
2005	891	27,628,620	74.90%	667.4	1.233	34,070,924	51,052	11,386,307	39,014,927
2006	897	42,516,892	72.37%	649.1	1.180	50,187,352	77,313	13,183,910	55,700,802
2007	963	37,007,322	69.58%	670.1	1.174	43,430,001	64,811	15,670,773	52,678,095
2008	987	45,044,790	66.91%	660.4	1.120	50,467,119	76,420	18,304,005	63,348,795
2009	1,044	41,330,205	64.34%	671.7	1.108	45,812,124	68,207	21,091,398	62,421,602
2010	1,071	24,650,614	57.19%	612.5	1.105	27,231,929	44,462	26,061,182	50,711,796
2011	1,091	34,914,523	50.83%	554.6	1.099	38,386,196	69,216	30,634,431	65,548,954
2012	1,119	28,014,792	36.31%	406.3	1.009	28,276,741	69,596	44,334,692	72,349,483
2013	1,143	14,078,802	20.17%	230.6	1.002	14,110,666	61,201	57,160,952	71,239,753
2014	1,175	6,459,800	4.03%	47.4	1.000	6,459,800	136,272	70,799,804	77,259,604
Totals:									
All Years	21,439	718,862,511		14,625		894,555,858	61,167	384,710,155	1,103,572,666
1992 - 2010	15,098	586,605,021		11,785		739,963,904	62,788	172,122,667	758,727,687
1993 - 2009	13,315	523,443,614		10,548		660,263,266	62,598	142,052,297	665,495,911
1994 - 2008	11,540	448,013,934		9,236		568,240,177	61,523	116,733,746	564,747,680
1995 - 2007	9,894	387,066,671		8,001		496,325,887	62,035	94,520,230	481,586,901
1992 - 2009	14,027	561,954,406		11,173		712,731,975	63,793	146,061,485	708,015,892

(9) Indicated 2014 Level Loss &amp; ALAE per Insured Physician

62,788

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



## Incurred Loss &amp; ALAE - Adjusted to Birth Year Cost Basis

Evaluated As of December 31, 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	20,724,837	
1990	8,143,861	1.003	1.132	9,222,002
1991	19,920,876	1.003	1.136	22,625,816
1992	38,510,792	1.003	1.139	43,871,168
1993	34,099,475	1.003	1.143	38,962,371
1994	15,902,473	1.003	1.146	18,224,821
1995	23,134,685	0.975	1.117	25,850,373
1996	22,778,683	1.010	1.129	25,707,107
1997	31,421,683	1.015	1.145	35,993,169
1998	55,697,473	1.000	1.145	63,800,800
1999	20,697,926	1.015	1.163	24,064,869
2000	14,893,657	1.010	1.174	17,489,581
2001	20,442,210	1.025	1.204	24,605,363
2002	58,161,880	1.025	1.234	71,756,991
2003	12,378,744	1.025	1.265	15,654,032
2004	20,306,897	1.025	1.296	26,321,891
2005	27,628,620	1.030	1.335	36,886,711
2006	42,516,892	1.035	1.382	58,750,640
2007	37,007,322	1.040	1.437	53,182,909
2008	45,044,790	1.040	1.495	67,322,826
2009	41,330,205	1.040	1.554	64,241,942
2010	24,650,614	1.125	1.749	43,105,370
2011	34,914,523	1.125	1.967	68,685,057
2012	28,014,792	1.400	2.754	77,156,334
2013	14,078,802	1.800	4.957	69,794,690
2014	6,459,800	5.000	24.787	160,120,070
Totals:	718,862,511			1,186,795,244

Evaluated As of December 31, 2014

Year of Birth	12	24	36	48	60	72	84	96	108
1989			22,900,192	26,767,982	22,741,441	23,560,058	15,318,159	16,901,769	18,189,082
1990		7,489,359	18,053,848	20,844,624	19,847,553	16,229,343	16,266,403	13,340,164	12,648,623
1991	-	4,798,855	11,105,172	10,509,384	7,539,150	8,003,717	7,831,658	7,736,323	8,253,546
1992	7,602,661	10,705,955	28,518,964	16,520,132	18,059,922	16,030,745	16,450,963	17,074,760	16,446,865
1993	6,301,687	9,999,517	18,393,330	23,289,781	25,795,212	33,245,452	35,082,338	42,110,326	56,372,067
1994	3,338,772	4,318,215	7,507,258	8,085,741	9,916,265	12,461,164	18,173,193	13,530,824	10,173,830
1995	1,153,000	1,231,143	6,835,684	13,646,251	12,287,360	13,047,529	21,085,691	19,451,595	20,297,196
1996	110,998	4,137,685	7,923,000	8,538,898	14,944,703	21,556,615	24,288,466	24,816,442	30,336,112
1997	11,089	11,019,770	13,144,260	14,424,638	24,375,370	28,179,263	29,555,246	23,464,442	26,429,055
1998	2,610,100	10,960,595	18,024,076	28,745,509	31,189,555	41,533,037	37,949,533	40,800,393	45,614,928
1999	4,664,411	8,208,855	16,018,109	24,621,185	26,203,061	25,411,865	28,483,857	23,840,420	24,526,680
2000	4,376,121	18,068,978	21,467,775	24,409,531	15,555,687	14,964,113	16,125,197	15,797,270	15,687,188
2001	172,500	5,227,107	9,845,781	10,340,561	11,740,260	16,807,620	19,900,843	18,995,587	18,474,621
2002	2,722,928	11,837,373	23,591,838	29,933,370	32,379,882	36,953,657	43,022,333	58,139,110	56,330,139
2003	217,366	491,998	4,453,766	9,034,415	8,305,885	8,821,131	9,829,937	11,926,620	12,997,618
2004	15,000	3,421,184	10,539,319	18,003,758	22,217,361	24,289,430	20,503,494	20,841,178	19,452,313
2005	-	5,519,628	17,845,800	30,140,610	36,521,091	46,540,148	44,813,533	41,292,902	33,781,089
2006	3,121,500	7,079,325	18,393,181	31,707,933	35,471,353	45,441,449	42,143,072	41,744,064	42,516,892
2007	3,762,554	6,807,088	15,315,235	30,416,778	40,210,791	39,090,633	37,102,011	37,007,322	
2008	2,640,000	19,218,776	27,280,095	44,807,938	43,159,523	47,331,027	45,044,790		
2009	2,400,124	12,177,272	32,514,356	39,341,142	43,203,068	41,330,205			
2010	367,288	11,656,599	21,344,733	25,874,283	24,650,614				
2011	8,025,000	16,488,187	25,354,597	34,914,523					
2012	12,090,000	20,200,397	28,014,792						
2013	8,415,555	14,078,802							
2014	6,459,800								
	12:24	24:36	36:48	48:60	60:72	72:84	84:96	96:108	108:120

1989			1.169	0.850	1.036	0.650	1.103	1.076	1.043
1990		2.411	1.155	0.952	0.818	1.002	0.820	0.948	1.015
1991		2.314	0.946	0.717	1.062	0.979	0.988	1.067	1.019
1992	1.408	2.664	0.579	1.093	0.888	1.026	1.038	0.963	1.162
1993	1.587	1.839	1.266	1.108	1.289	1.055	1.200	1.339	0.943
1994	1.293	1.739	1.077	1.226	1.257	1.458	0.745	0.752	0.962
1995	1.068	5.552	1.996	0.900	1.062	1.616	0.923	1.043	1.030
1996	37.277	1.915	1.078	1.750	1.442	1.127	1.022	1.222	0.941
1997	993.757	1.193	1.097	1.690	1.156	1.049	0.794	1.126	1.000
1998	4.199	1.644	1.595	1.085	1.332	0.914	1.075	1.118	1.011
1999	1.760	1.951	1.537	1.064	0.970	1.121	0.837	1.029	1.086
2000	4.129	1.188	1.137	0.637	0.962	1.078	0.980	0.993	1.233
2001	30.302	1.884	1.050	1.135	1.432	1.184	0.955	0.973	1.125
2002	4.347	1.993	1.269	1.082	1.141	1.164	1.351	0.969	1.145
2003	2.263	9.052	2.028	0.919	1.062	1.114	1.213	1.090	0.974
2004	228.079	3.081	1.708	1.234	1.093	0.844	1.016	0.933	1.039
2005		3.233	1.689	1.212	1.274	0.963	0.921	0.818	0.818
2006	2.268	2.598	1.724	1.119	1.281	0.927	0.991	1.019	
2007	1.809	2.250	1.986	1.322	0.972	0.949	0.997		
2008	7.280	1.419	1.643	0.963	1.097	0.952			
2009	5.074	2.670	1.210	1.098	0.957				
2010	31.737	1.831	1.212	0.953					
2011	2.055	1.538	1.377						
2012	1.671	1.387							
2013	1.673								

Simple Avg. - Incremental		2.493	1.371	1.096	1.123	1.059	0.998	1.027	1.032
Wtd Avg. All - Incremental		1.902	1.324	1.074	1.118	1.018	1.010	1.037	1.023
Wtd Latest Five - Incremental		1.687	1.440	1.085	1.107	0.935	0.990	0.949	1.033
Wtd Avg. All - Cumulative		3.512	1.846	1.394	1.298	1.161	1.140	1.129	1.089
Wtd Latest Five - Cumulative		2.567	1.522	1.057	0.975	0.881	0.942	0.951	1.002
Selected Incremental - Prior 12/31/13	5.000	1.800	1.400	1.125	1.140	1.050	1.050	1.045	1.045
Selected - Incremental	5.000	1.800	1.400	1.125	1.125	1.040	1.040	1.040	1.035
Selected - Cumulative	24.787	4.957	2.754	1.967	1.749	1.554	1.495	1.437	1.382

Evaluated As of December 31, 2014

Year of Birth	120	132	144	156	168	180	192	204	216
1989	18,962,144	16,956,972	15,352,126	19,944,334	17,317,580	17,968,929	18,940,505	20,763,776	24,569,233
1990	12,837,638	13,357,285	15,539,110	18,838,056	18,173,040	19,168,710	22,984,261	16,359,645	12,695,405
1991	8,411,888	11,907,952	12,879,327	12,497,101	14,695,161	14,940,602	16,751,359	18,633,133	19,691,190
1992	19,103,875	22,031,605	23,474,386	24,160,553	29,361,634	37,170,816	36,959,854	37,308,930	37,997,722
1993	53,146,085	48,637,219	51,014,271	53,343,381	49,717,638	46,643,035	45,863,312	38,704,648	39,422,582
1994	9,791,932	10,335,306	11,282,848	12,075,060	11,479,194	14,153,317	13,543,886	13,932,109	15,636,623
1995	20,896,661	23,846,544	23,643,611	22,032,963	24,885,238	25,744,779	24,542,670	23,042,647	21,674,703
1996	28,532,883	31,460,930	30,667,818	29,215,756	27,655,161	27,666,655	20,353,168	22,393,558	21,659,843
1997	26,420,631	26,739,183	26,654,031	32,624,312	36,855,879	34,977,767	33,418,729	34,060,142	31,421,683
1998	46,130,386	48,580,123	46,471,284	52,373,443	50,922,279	52,874,268	54,365,157	55,697,473	
1999	26,637,452	22,731,317	26,250,603	23,350,196	23,111,744	23,495,005	20,697,926		
2000	19,344,243	18,254,424	14,693,285	16,762,261	14,687,332	14,893,657			
2001	20,784,245	19,270,038	21,527,577	20,808,910	20,442,210				
2002	64,474,864	63,100,824	61,750,015	58,161,880					
2003	12,655,419	12,017,765	12,378,744						
2004	20,208,929	20,306,897							
2005	27,628,620								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	120:132	132:144	144:156	156:168	168:180	180:192	192:204	204:216	216:228
1989	0.894	0.905	1.299	0.868	1.038	1.054	1.096	1.183	0.977
1990	1.040	1.163	1.212	0.965	1.055	1.199	0.712	0.776	0.967
1991	1.416	1.082	0.970	1.176	1.017	1.121	1.112	1.057	0.930
1992	1.153	1.065	1.029	1.215	1.266	0.994	1.009	1.018	1.004
1993	0.915	1.049	1.046	0.932	0.938	0.983	0.844	1.019	0.910
1994	1.055	1.092	1.070	0.951	1.233	0.957	1.029	1.122	1.030
1995	1.141	0.991	0.932	1.129	1.035	0.953	0.939	0.941	1.062
1996	1.103	0.975	0.953	0.947	1.000	0.736	1.100	0.967	1.052
1997	1.012	0.997	1.224	1.130	0.949	0.955	1.019	0.923	
1998	1.053	0.957	1.127	0.972	1.038	1.028	1.025		
1999	0.853	1.155	0.890	0.990	1.017	0.881			
2000	0.944	0.805	1.141	0.876	1.014				
2001	0.927	1.117	0.967	0.982					
2002	0.979	0.979	0.942						
2003	0.950	1.030							
2004	1.005								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.028	1.024	1.057	1.010	1.050	0.987	0.989	1.001	0.991
Wtd Avg. All - Incremental	1.003	1.011	1.039	1.004	1.034	0.980	0.976	0.998	0.985
Wtd Latest Five - Incremental	0.967	1.009	1.004	1.001	1.004	0.931	1.020	0.982	0.997
Wtd Avg. All - Cumulative	1.064	1.061	1.049	1.009	1.005	0.972	0.993	1.017	1.019
Wtd Latest Five - Cumulative	0.970	1.003	0.994	0.990	0.989	0.985	1.058	1.037	1.055
Selected Incremental - Prior 12/31/13	1.035	1.035	1.035	1.030	1.030	1.010	0.975	1.015	1.000
Selected - Incremental	1.030	1.025	1.025	1.025	1.025	1.010	1.015	1.000	1.015
Selected - Cumulative	1.335	1.296	1.265	1.234	1.204	1.174	1.163	1.145	1.145

Evaluated As of December 31, 2014

Year of Birth	228	240	252	264	276	288	300	312
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1989	24,003,961	23,038,814	21,355,414	21,843,359	21,347,475	21,514,311	20,558,129	20,724,837
1990	12,274,246	11,145,233	8,777,924	8,819,859	9,103,605	8,362,504	8,143,861	
1991	18,304,714	18,458,222	19,121,018	21,191,249	19,703,812	19,920,876		
1992	38,152,044	38,765,454	41,082,289	38,559,253	38,510,792			
1993	35,866,135	37,523,897	33,982,515	34,099,475				
1994	16,105,610	15,897,427	15,902,473					
1995	23,024,211	23,134,685						
1996	22,778,683							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								
	228:240	240:252	252:264	264:276	276:288	288:300	300:312	312:Ult.
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1989	0.960	0.927	1.023	0.977	1.008	0.956	1.008	
1990	0.908	0.788	1.005	1.032	0.919	0.974		
1991	1.008	1.036	1.108	0.930	1.011			
1992	1.016	1.060	0.939	0.999				
1993	1.046	0.906	1.003					
1994	0.987	1.000						
1995	1.005							
1996								
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
Simple Avg. - Incremental	0.990	0.953	1.016	0.985	0.979	0.965	1.008	
Wtd Avg. All - Incremental	1.001	0.968	1.002	0.981	0.993	0.961	1.008	
Wtd Latest Five - Incremental	1.018	0.976	1.002	0.981	0.993	0.961	1.008	
Wtd Avg. All - Cumulative	1.034	1.032	1.066	1.065	1.086	1.093	1.138	1.129
Wtd Latest Five - Cumulative	1.059	1.041	1.066	1.065	1.086	1.093	1.138	1.129
Selected Incremental - Prior 12/31/13	1.015	0.980	1.015	1.008	1.005	1.003	1.137	
Selected - Incremental	1.010	0.975	1.003	1.003	1.003	1.003	1.003	1.129
Selected - Cumulative	1.129	1.117	1.146	1.143	1.139	1.136	1.132	1.129

## Paid Loss &amp; ALAE - Adjusted to Birth Year Cost Basis

Evaluated As of December 31, 2014

Year of Birth ----- (1)	Combined Paid Loss & ALAE ----- (2)	Loss Development Factors ----- Incremental      Cumulative ----- (3)                      (4)		Combined Paid Loss & ALAE Projection (2) x (4) ----- (5)
		1989	10,606,359	
1990	3,989,746	1.040	3.588	14,315,208
1991	5,003,784	1.045	3.749	18,761,489
1992	8,347,008	1.045	3.918	32,705,126
1993	13,600,310	1.055	4.134	56,219,411
1994	5,265,997	1.060	4.382	23,074,057
1995	5,979,558	1.055	4.623	27,641,708
1996	6,220,966	1.060	4.900	30,483,125
1997	7,408,101	1.055	5.170	38,296,669
1998	11,873,381	1.055	5.454	64,756,146
1999	8,318,020	1.070	5.836	48,541,177
2000	3,936,321	1.080	6.303	24,808,734
2001	5,131,654	1.075	6.775	34,768,023
2002	9,613,847	1.080	7.317	70,346,672
2003	2,718,067	1.090	7.976	21,678,685
2004	3,434,191	1.100	8.773	30,129,366
2005	4,919,359	1.095	9.607	47,259,393
2006	5,354,649	1.095	10.519	56,328,059
2007	5,235,252	1.115	11.729	61,405,355
2008	2,670,638	1.125	13.195	35,240,021
2009	3,607,733	1.225	16.164	58,316,520
2010	2,031,254	1.275	20.609	41,863,117
2011	1,536,391	1.350	27.823	42,746,725
2012	888,847	1.650	45.908	40,804,868
2013	869,229	2.400	110.178	95,770,260
2014	116,952	6.250	688.615	80,535,113
Totals:	138,677,613			1,133,386,964

Evaluated As of December 31, 2014

Year of Birth	12	24	36	48	60	72	84	96	108
1989			1,413,217	1,810,144	2,636,166	3,396,160	3,843,620	4,248,354	4,760,140
1990		355,133	697,293	1,031,914	1,260,112	1,344,028	1,589,399	1,650,965	1,746,683
1991	-	217,493	298,312	379,630	801,679	1,060,171	1,114,932	1,195,249	1,226,680
1992	2,661	128,012	690,144	1,460,906	2,163,521	2,479,685	2,758,140	3,007,561	3,204,172
1993	1,687	115,009	702,133	1,444,984	2,158,884	2,872,814	3,771,996	4,523,213	5,247,860
1994	107,772	563,877	1,197,485	1,555,811	1,898,540	2,644,952	2,910,356	3,226,610	3,470,791
1995	1,025	125,002	638,055	1,137,939	1,227,618	1,299,553	1,464,124	1,530,213	1,717,084
1996	1,659	343,911	847,081	1,213,294	1,610,489	2,117,643	2,685,855	2,959,115	3,258,958
1997	5,303	385,423	909,017	1,098,485	1,538,571	2,190,451	2,632,732	2,912,288	3,224,824
1998	500	618,859	1,427,766	2,127,808	2,730,908	3,117,669	4,263,320	4,878,015	5,521,866
1999	327,794	982,833	1,154,946	1,518,074	2,262,568	2,772,637	3,189,639	3,671,144	4,604,607
2000	188,275	814,640	1,196,856	1,754,516	2,032,714	2,237,537	2,384,804	2,540,289	2,691,704
2001	113,392	470,684	956,688	1,525,085	1,816,941	2,373,849	3,107,788	3,438,163	3,646,014
2002	4,952	385,740	1,225,242	1,962,742	2,767,044	3,313,840	4,571,226	5,362,868	6,202,051
2003	217,366	468,179	571,280	669,964	878,023	1,495,645	1,646,205	1,775,762	1,997,884
2004	84	247,775	895,985	1,377,921	1,626,191	2,031,862	2,385,415	2,714,591	2,895,866
2005	-	17,109	634,197	1,450,087	1,966,164	2,895,172	3,529,272	4,129,213	4,525,582
2006	-	260,141	566,944	1,166,786	1,971,840	3,410,688	4,223,199	4,818,159	5,354,649
2007	112,554	446,762	831,507	1,901,912	2,833,486	3,573,060	4,512,228	5,235,252	
2008	-	267,521	847,249	1,295,736	1,845,644	2,152,376	2,670,638		
2009	114,839	624,316	1,512,446	2,396,046	3,078,486	3,607,733			
2010	116,166	887,535	1,189,941	1,790,895	2,031,254				
2011	11,245	177,371	866,432	1,536,391					
2012	16,611	96,990	888,847						
2013	114,394	869,229							
2014	116,952								
	12:24	24:36	36:48	48:60	60:72	72:84	84:96	96:108	108:120
1989			1.281	1.456	1.288	1.132	1.105	1.120	1.071
1990		1.963	1.480	1.221	1.067	1.183	1.039	1.058	1.046
1991		1.372	1.273	2.112	1.322	1.052	1.072	1.026	1.065
1992	48.107	5.391	2.117	1.481	1.146	1.112	1.090	1.065	1.065
1993	68.174	6.105	2.058	1.494	1.331	1.313	1.199	1.160	1.142
1994	5.232	2.124	1.299	1.220	1.393	1.100	1.109	1.076	1.017
1995	121.953	5.104	1.783	1.079	1.059	1.127	1.045	1.122	1.112
1996	207.300	2.463	1.432	1.327	1.315	1.268	1.102	1.101	1.081
1997	72.680	2.358	1.208	1.401	1.424	1.202	1.106	1.107	1.076
1998	1,237.718	2.307	1.490	1.283	1.142	1.367	1.144	1.132	1.102
1999	2.998	1.175	1.314	1.490	1.225	1.150	1.151	1.254	1.125
2000	4.327	1.469	1.466	1.159	1.101	1.066	1.065	1.060	1.050
2001	4.151	2.033	1.594	1.191	1.307	1.309	1.106	1.060	1.065
2002	77.896	3.176	1.602	1.410	1.198	1.379	1.173	1.156	1.113
2003	2.154	1.220	1.173	1.311	1.703	1.101	1.079	1.125	1.118
2004	2,949.697	3.616	1.538	1.180	1.249	1.174	1.138	1.067	1.087
2005		37.067	2.286	1.356	1.472	1.219	1.170	1.096	1.087
2006		2.179	2.058	1.690	1.730	1.238	1.141	1.111	
2007	3.969	1.861	2.287	1.490	1.261	1.263	1.160		
2008		3.167	1.529	1.424	1.166	1.241			
2009	5.436	2.423	1.584	1.285	1.172				
2010	7.640	1.341	1.505	1.134					
2011	15.774	4.885	1.773						
2012	5.839	9.164							
2013	7.599								
Simple Avg. - Incremental		4.520	1.614	1.372	1.289	1.200	1.116	1.105	1.084
Wtd Avg. All - Incremental		2.305	1.580	1.345	1.274	1.215	1.128	1.115	1.088
Wtd Latest Five - Incremental		2.583	1.700	1.375	1.337	1.232	1.146	1.116	1.094
Wtd Avg. All - Cumulative		97.506	42.302	26.773	19.905	15.618	12.857	11.400	10.228
Wtd Latest Five - Cumulative		139.798	54.121	31.836	23.148	17.311	14.055	12.267	10.994
Selected Incremental - Prior 12/31/13	7.000	2.750	1.700	1.400	1.300	1.225	1.125	1.110	1.100
Selected - Incremental	6.250	2.400	1.650	1.350	1.275	1.225	1.125	1.115	1.095
Selected - Cumulative	688.615	110.178	45.908	27.823	20.609	16.164	13.195	11.729	10.519

Evaluated As of December 31, 2014

Year of Birth	120	132	144	156	168	180	192	204	216
1989	5,096,828	5,411,571	6,596,856	6,816,298	7,121,771	7,449,505	7,772,658	8,084,425	8,417,401
1990	1,826,286	1,900,391	1,967,514	2,070,743	2,289,172	2,534,520	2,794,027	3,021,388	3,161,106
1991	1,306,097	1,398,945	1,513,420	1,613,675	1,730,875	1,846,281	1,971,254	2,169,541	2,608,818
1992	3,413,694	3,628,538	3,924,361	4,268,775	4,535,618	4,791,415	5,095,144	5,427,520	5,803,877
1993	5,992,019	6,709,333	7,279,771	8,054,175	8,820,623	9,403,317	9,947,866	10,464,227	10,993,041
1994	3,529,440	3,634,434	4,203,097	4,262,809	4,327,854	4,450,153	4,571,020	4,676,251	4,806,515
1995	1,908,578	2,544,683	2,791,750	3,080,969	3,477,009	3,540,489	4,266,486	4,842,295	5,085,116
1996	3,522,848	3,822,280	4,122,551	4,387,746	4,686,522	5,019,975	5,374,713	5,630,063	5,889,171
1997	3,471,164	3,833,588	4,269,628	4,767,107	5,304,119	5,780,115	6,556,548	6,997,714	7,408,101
1998	6,084,673	6,730,252	7,459,887	8,244,273	9,078,258	9,909,923	10,883,622	11,873,381	
1999	5,179,321	5,691,447	6,281,214	6,911,711	7,340,949	7,850,223	8,318,020		
2000	2,825,345	3,073,113	3,260,365	3,454,671	3,699,680	3,936,321			
2001	3,881,543	4,152,248	4,411,224	4,778,464	5,131,654				
2002	6,904,558	7,688,857	8,665,324	9,613,847					
2003	2,234,420	2,441,751	2,718,067						
2004	3,146,589	3,434,191							
2005	4,919,359								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	120:132	132:144	144:156	156:168	168:180	180:192	192:204	204:216	216:228
1989	1.062	1.219	1.033	1.045	1.046	1.043	1.040	1.041	1.035
1990	1.041	1.035	1.052	1.105	1.107	1.102	1.081	1.046	1.027
1991	1.071	1.082	1.066	1.073	1.067	1.068	1.101	1.202	1.129
1992	1.063	1.082	1.088	1.063	1.056	1.063	1.065	1.069	1.069
1993	1.120	1.085	1.106	1.095	1.066	1.058	1.052	1.051	1.052
1994	1.030	1.156	1.014	1.015	1.028	1.027	1.023	1.028	1.022
1995	1.333	1.097	1.104	1.129	1.018	1.205	1.135	1.050	1.088
1996	1.085	1.079	1.064	1.068	1.071	1.071	1.048	1.046	1.056
1997	1.104	1.114	1.117	1.113	1.090	1.134	1.067	1.059	
1998	1.106	1.108	1.105	1.101	1.092	1.098	1.091		
1999	1.099	1.104	1.100	1.062	1.069	1.060			
2000	1.088	1.061	1.060	1.071	1.064				
2001	1.070	1.062	1.083	1.074					
2002	1.114	1.127	1.109						
2003	1.093	1.113							
2004	1.091								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.098	1.102	1.079	1.078	1.065	1.085	1.070	1.066	1.060
Wtd Avg. All - Incremental	1.096	1.109	1.084	1.077	1.066	1.080	1.067	1.056	1.055
Wtd Latest Five - Incremental	1.095	1.099	1.097	1.085	1.079	1.103	1.075	1.048	1.057
Wtd Avg. All - Cumulative	9.397	8.576	7.736	7.139	6.629	6.220	5.762	5.401	5.116
Wtd Latest Five - Cumulative	10.046	9.177	8.348	7.608	7.011	6.496	5.891	5.481	5.229
Selected Incremental - Prior 12/31/13	1.100	1.100	1.090	1.080	1.080	1.080	1.065	1.055	1.055
Selected - Incremental	1.095	1.100	1.090	1.080	1.075	1.080	1.070	1.055	1.055
Selected - Cumulative	9.607	8.773	7.976	7.317	6.775	6.303	5.836	5.454	5.170

Evaluated As of December 31, 2014

Year of Birth	228	240	252	264	276	288	300	312
1989	8,712,544	8,884,746	9,063,723	9,252,973	9,529,020	9,807,126	10,194,925	10,606,359
1990	3,247,239	3,329,358	3,410,613	3,517,152	3,617,975	3,751,132	3,989,746	
1991	2,945,709	3,314,807	3,656,354	4,336,504	4,631,367	5,003,784		
1992	6,204,456	6,753,110	7,138,319	7,725,327	8,347,008			
1993	11,563,248	12,164,095	12,879,611	13,600,310				
1994	4,914,521	5,073,095	5,265,997					
1995	5,534,337	5,979,558						
1996	6,220,966							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								
	228:240	240:252	252:264	264:276	276:288	288:300	300:312	312:Ult.
1989	1.020	1.020	1.021	1.030	1.029	1.040	1.040	
1990	1.025	1.024	1.031	1.029	1.037	1.064		
1991	1.125	1.103	1.186	1.068	1.080			
1992	1.088	1.057	1.082	1.080				
1993	1.052	1.059	1.056					
1994	1.032	1.038						
1995	1.080							
1996								
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
Simple Avg. - Incremental	1.060	1.050	1.075	1.052	1.049	1.052	1.040	
Wtd Avg. All - Incremental	1.055	1.048	1.063	1.052	1.044	1.046	1.040	
Wtd Latest Five - Incremental	1.068	1.056	1.063	1.052	1.044	1.046	1.040	
Wtd Avg. All - Cumulative	4.849	4.596	4.385	4.125	3.921	3.755	3.589	3.450
Wtd Latest Five - Cumulative	4.946	4.631	4.385	4.125	3.921	3.755	3.589	3.450
Selected Incremental - Prior 12/31/13	1.055	1.055	1.065	1.040	1.035	1.035	4.000	
Selected - Incremental	1.060	1.055	1.060	1.055	1.045	1.045	1.040	3.450
Selected - Cumulative	4.900	4.623	4.382	4.134	3.918	3.749	3.588	3.450



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

Evaluated As of December 31, 2014

Year of Birth	12	24	36	48	60	72	84	96	108
<b>Case Outstanding Loss &amp; ALAE - Adjusted to Birth Year Cost Level (a)</b>									
1989			21,486,975	24,957,838	20,105,275	20,163,898	11,474,539	12,653,415	13,428,942
1990		7,134,226	17,356,555	19,812,710	18,587,441	14,885,314	14,677,004	11,689,199	10,901,940
1991	-	4,581,361	10,806,859	10,129,754	6,737,471	6,943,546	6,716,726	6,541,075	7,026,866
1992	7,600,000	10,577,943	27,828,820	15,059,226	15,896,401	13,551,059	13,692,823	14,067,199	13,242,692
1993	6,300,000	9,884,508	17,691,197	21,844,798	23,636,328	30,372,637	31,310,341	37,587,113	51,124,207
1994	3,231,000	3,754,338	6,309,773	6,529,930	8,017,725	9,816,212	15,262,836	10,304,214	6,703,039
1995	1,151,975	1,106,141	6,197,628	12,508,311	11,059,742	11,747,976	19,621,567	17,921,382	18,580,111
1996	109,339	3,793,774	7,075,920	7,325,604	13,334,214	19,438,972	21,602,611	21,857,326	27,077,154
1997	5,786	10,634,347	12,235,243	13,326,153	22,836,799	25,988,811	26,922,513	20,552,153	23,204,232
1998	2,609,600	10,341,736	16,596,310	26,617,701	28,458,648	38,415,368	33,686,214	35,922,377	40,093,062
1999	4,336,617	7,226,022	14,863,163	23,103,112	23,940,493	22,639,228	25,294,218	20,169,276	19,922,072
2000	4,187,846	17,254,338	20,270,919	22,655,015	13,522,973	12,726,576	13,740,393	13,256,981	12,995,484
2001	59,108	4,756,423	8,889,094	8,815,476	9,923,319	14,433,771	16,793,055	15,557,423	14,828,607
2002	2,717,976	11,451,633	22,366,596	27,970,628	29,612,838	33,639,817	38,451,107	52,776,241	50,128,088
2003	-	23,819	3,882,486	8,364,451	7,427,862	7,325,486	8,183,731	10,150,858	10,999,733
2004	14,916	3,173,410	9,643,333	16,625,837	20,591,170	22,257,568	18,118,079	18,126,587	16,556,448
2005	-	5,502,519	17,211,603	28,690,523	34,554,927	43,644,975	41,284,262	37,163,688	29,255,506
2006	3,121,500	6,819,184	17,826,237	30,541,148	33,499,513	42,030,761	37,919,873	36,925,905	37,162,242
2007	3,650,000	6,360,326	14,483,728	28,514,865	37,377,305	35,517,573	32,589,783	31,772,069	
2008	2,640,000	18,951,255	26,432,846	43,512,202	41,313,879	45,178,651	42,374,152		
2009	2,285,285	11,552,956	31,001,910	36,945,096	40,124,581	37,722,472			
2010	251,122	10,769,064	20,154,792	24,083,388	22,619,361				
2011	8,013,755	16,310,816	24,488,165	33,378,132					
2012	12,073,389	20,103,407	27,125,945						
2013	8,301,161	13,209,572							
2014	6,342,848								
<b>Incremental Paid Loss &amp; ALAE - Adjusted to Birth Year Cost Level (b)</b>									
1989			1,413,217	396,927	826,022	759,994	447,460	404,734	511,786
1990		355,133	342,159	334,622	228,197	83,916	245,371	61,566	95,718
1991	-	217,493	80,819	81,317	422,049	258,493	54,760	80,317	31,431
1992	2,661	125,351	562,133	770,761	702,615	316,164	278,455	249,421	196,611
1993	1,687	113,322	587,124	742,850	713,901	713,930	899,182	751,217	724,647
1994	107,772	456,105	633,608	358,325	342,729	746,413	265,404	316,254	244,181
1995	1,025	123,977	513,054	499,884	89,679	71,935	164,571	66,089	186,871
1996	1,659	342,252	503,170	366,213	397,195	507,153	568,212	273,260	299,843
1997	5,303	380,120	523,594	189,469	440,086	651,880	442,281	279,556	312,535
1998	500	618,359	808,907	700,042	603,100	386,762	1,145,650	614,696	643,850
1999	327,794	655,039	172,113	363,127	744,495	510,069	417,002	481,506	933,463
2000	188,275	626,365	382,216	557,660	278,198	204,822	147,268	155,484	151,415
2001	113,392	357,292	486,004	568,397	291,856	556,909	733,939	330,375	207,850
2002	4,952	380,788	839,501	737,500	804,302	546,796	1,257,386	791,642	839,183
2003	217,366	250,813	103,101	98,684	208,059	617,623	150,560	129,556	222,122
2004	84	247,691	648,211	481,936	248,270	405,671	353,553	329,175	181,275
2005	-	17,109	617,088	815,890	516,076	929,009	634,099	599,942	396,369
2006	-	260,141	306,803	599,842	805,055	1,438,848	812,510	594,961	536,490
2007	112,554	334,208	384,745	1,070,406	931,574	739,574	939,168	723,024	
2008	-	267,521	579,728	448,487	549,908	306,732	518,261		
2009	114,839	509,476	888,130	883,600	682,441	529,246			
2010	116,166	771,370	302,406	600,954	240,358				
2011	11,245	166,126	689,061	669,958					
2012	16,611	80,379	791,857						
2013	114,394	754,836							
2014	116,952								

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 December 31, 2014

Year of Birth	120	132	144	156	168	180	192	204	216
<b>Case Outstanding Loss &amp; ALAE - Adjusted to Birth Year Cost Level (a)</b>									
1989	13,865,316	11,545,401	8,755,270	13,128,037	10,195,809	10,519,424	11,167,847	12,679,352	16,151,833
1990	11,011,351	11,456,895	13,571,595	16,767,312	15,883,868	16,634,190	20,190,233	13,338,258	9,534,299
1991	7,105,791	10,509,006	11,365,907	10,883,426	12,964,286	13,094,321	14,780,106	16,463,592	17,082,372
1992	15,690,181	18,403,067	19,550,025	19,891,778	24,826,016	32,379,402	31,864,710	31,881,410	32,193,845
1993	47,154,066	41,927,886	43,734,500	45,289,207	40,897,015	37,239,718	35,915,445	28,240,421	28,429,541
1994	6,262,492	6,700,873	7,079,750	7,812,251	7,151,340	9,703,164	8,972,866	9,255,859	10,830,109
1995	18,988,083	21,301,861	20,851,861	18,951,994	21,408,229	22,204,291	20,276,183	18,200,352	16,589,587
1996	25,010,035	27,638,650	26,545,268	24,828,010	22,968,639	22,646,680	14,978,456	16,763,495	15,770,672
1997	22,949,467	22,905,595	22,384,403	27,857,205	31,551,760	29,197,652	26,862,182	27,062,428	24,013,583
1998	40,045,712	41,849,871	39,011,396	44,129,170	41,844,021	42,964,344	43,481,535	43,824,091	
1999	21,458,132	17,039,870	19,969,388	16,438,485	15,770,795	15,644,782	12,379,906		
2000	16,518,898	15,181,311	11,432,920	13,307,590	10,987,652	10,957,336			
2001	16,902,702	15,117,789	17,116,352	16,030,447	15,310,556				
2002	57,570,306	55,411,967	53,084,691	48,548,032					
2003	10,420,998	9,576,014	9,660,677						
2004	17,062,340	16,872,706							
2005	22,709,262								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
<b>Incremental Paid Loss &amp; ALAE - Adjusted to Birth Year Cost Level (b)</b>									
1989	336,689	314,743	1,185,285	219,441	305,474	327,734	323,153	311,766	332,976
1990	79,603	74,104	67,124	103,229	218,429	245,347	259,507	227,361	139,719
1991	79,417	92,848	114,475	100,255	117,199	115,407	124,972	198,288	439,277
1992	209,521	214,845	295,823	344,414	266,842	255,797	303,730	332,376	376,357
1993	744,159	717,313	570,438	774,404	766,449	582,693	544,549	516,361	528,814
1994	58,648	104,994	568,664	59,711	65,046	122,299	120,867	105,231	130,264
1995	191,494	636,106	247,066	289,219	396,040	63,479	725,997	575,809	242,821
1996	263,890	299,432	300,270	265,195	298,776	333,453	354,738	255,351	259,108
1997	246,340	362,424	436,040	497,478	537,012	475,996	776,433	441,166	410,387
1998	562,808	645,579	729,636	784,385	833,985	831,666	973,699	989,759	
1999	574,713	512,126	589,767	630,497	429,238	509,274	467,796		
2000	133,641	247,768	187,252	194,307	245,008	236,641			
2001	235,529	270,706	258,976	367,239	353,191				
2002	702,507	784,299	976,467	948,523					
2003	236,536	207,331	276,315						
2004	250,723	287,602							
2005	393,777								
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 December 31, 2014

Year of Birth	228	240	252	264	276	288	300	312
<b>Case Outstanding Loss &amp; ALAE - Adjusted to Birth Year Cost Level (a)</b>								
1989	15,291,416	14,154,068	12,291,691	12,590,386	11,818,455	11,707,185	10,363,204	10,118,479
1990	9,027,007	7,815,876	5,367,311	5,302,708	5,485,630	4,611,372	4,154,115	
1991	15,359,004	15,143,415	15,464,664	16,854,745	15,072,445	14,917,092		
1992	31,947,588	32,012,343	33,943,969	30,833,926	30,163,785			
1993	24,302,886	25,359,801	21,102,904	20,499,165				
1994	11,191,090	10,824,332	10,636,476					
1995	17,489,874	17,155,127						
1996	16,557,717							
1997								
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2008								
2009								
2010								
2011								
2012								
2013								
2014								

Year of Birth	228	240	252	264	276	288	300	312
<b>Incremental Paid Loss &amp; ALAE - Adjusted to Birth Year Cost Level (b)</b>								
1989	295,143	172,201	178,977	189,251	276,047	278,106	387,799	411,434
1990	86,132	82,119	81,255	106,539	100,824	133,157	238,614	
1991	336,891	369,098	341,547	680,151	294,863	372,417		
1992	400,578	548,654	385,209	587,008	621,680			
1993	570,208	600,847	715,515	720,700				
1994	108,006	158,575	192,902					
1995	449,221	445,220						
1996	331,795							
1997								
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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 December 31, 2014

Year of Birth	12	24	36	48	60	72	84	96	108
1989			23,235,203	27,288,057	23,311,502	24,271,971	15,880,706	17,588,496	18,992,446
1990		7,532,587	18,244,007	21,158,145	20,231,246	16,603,802	16,711,568	13,743,734	13,068,839
1991	0	4,823,664	11,206,989	10,648,881	7,681,768	8,192,764	8,036,861	7,961,718	8,519,096
1992	7,602,661	10,751,920	28,762,726	16,743,597	18,387,963	16,375,306	16,853,568	17,554,709	16,981,338
1993	6,301,687	10,039,766	18,539,146	23,572,551	26,186,747	33,845,581	35,864,605	43,230,546	58,035,969
1994	3,338,772	4,335,754	7,570,190	8,176,985	10,056,266	12,694,600	18,572,287	13,885,663	10,492,236
1995	1,153,000	1,236,555	6,885,117	13,781,349	12,451,950	13,273,424	21,510,930	19,917,217	20,848,720
1996	110,998	4,149,958	7,970,750	8,623,673	15,151,408	21,925,171	24,808,626	25,425,652	32,457,048
1997	11,089	11,050,701	13,231,637	14,579,738	24,715,034	28,693,798	30,192,477	25,031,809	28,427,302
1998	2,610,100	11,002,299	18,172,306	29,072,510	31,669,981	42,290,463	40,396,070	43,781,319	51,074,096
1999	4,664,411	8,245,246	16,134,928	24,896,552	26,589,408	26,943,831	30,449,020	26,521,814	27,380,710
2000	4,376,121	18,127,817	21,620,806	24,662,888	16,408,379	15,898,844	17,853,646	17,555,521	18,102,493
2001	172,500	5,249,319	9,920,020	10,873,643	12,441,532	18,585,834	22,105,552	21,891,665	21,353,204
2002	2,722,928	11,874,165	24,788,839	31,707,592	35,821,333	41,073,013	49,836,413	67,771,825	65,863,004
2003	217,366	496,725	4,687,380	9,964,084	9,184,908	10,134,806	11,350,748	13,844,639	15,168,263
2004	15,000	3,452,148	11,114,359	19,087,815	24,573,441	26,994,425	22,859,791	23,353,511	23,639,048
2005	0	5,787,064	18,786,960	33,149,198	40,349,156	51,636,569	49,969,413	50,170,611	41,236,975
2006	3,121,500	7,117,023	19,325,910	33,495,282	37,658,562	48,568,924	49,129,618	48,994,258	50,001,133
2007	3,762,554	7,118,305	16,105,434	32,149,065	42,727,201	45,320,710	43,306,651	43,280,986	
2008	2,640,000	19,305,512	27,518,410	45,383,414	47,873,092	52,865,872	50,399,012		
2009	2,400,124	12,214,510	32,754,971	43,304,404	47,846,038	45,798,713			
2010	367,288	11,709,849	23,432,658	28,572,781	27,241,537				
2011	8,025,000	18,092,817	27,966,715	38,554,067					
2012	12,090,000	20,346,124	28,272,096						
2013	8,415,555	14,108,083							
2014	6,459,800								
	12:24	24:36	36:48	48:60	60:72	72:84	84:96	96:108	108:120
1989			1.174	0.854	1.041	0.654	1.108	1.080	1.046
1990		2.422	1.160	0.956	0.821	1.006	0.822	0.951	1.018
1991		2.323	0.950	0.721	1.067	0.981	0.991	1.070	1.023
1992	1.414	2.675	0.582	1.098	0.891	1.029	1.042	0.967	1.165
1993	1.593	1.847	1.272	1.111	1.292	1.060	1.205	1.342	0.947
1994	1.299	1.746	1.080	1.230	1.262	1.463	0.748	0.756	0.965
1995	1.072	5.568	2.002	0.904	1.066	1.621	0.926	1.047	1.076
1996	37.388	1.921	1.082	1.757	1.447	1.132	1.025	1.277	0.948
1997	996.546	1.197	1.102	1.695	1.161	1.052	0.829	1.136	1.042
1998	4.215	1.652	1.600	1.089	1.335	0.955	1.084	1.167	1.016
1999	1.768	1.957	1.543	1.068	1.013	1.130	0.871	1.032	1.128
2000	4.142	1.193	1.141	0.665	0.969	1.123	0.983	1.031	1.242
2001	30.431	1.890	1.096	1.144	1.494	1.189	0.990	0.975	1.131
2002	4.361	2.088	1.279	1.130	1.147	1.213	1.360	0.972	1.151
2003	2.285	9.437	2.126	0.922	1.103	1.120	1.220	1.096	1.054
2004	230.143	3.220	1.717	1.287	1.099	0.847	1.022	1.012	1.046
2005		3.246	1.764	1.217	1.280	0.968	1.004	0.822	0.817
2006	2.280	2.715	1.733	1.124	1.290	1.012	0.997	1.021	
2007	1.892	2.263	1.996	1.329	1.061	0.956	0.999		
2008	7.313	1.425	1.649	1.055	1.104	0.953			
2009	5.089	2.682	1.322	1.105	0.957				
2010	31.882	2.001	1.219	0.953					
2011	2.255	1.546	1.379						
2012	1.683	1.390							
2013	1.676								
Simple Avg. - Incremental		2.539	1.390	1.110	1.138	1.073	1.012	1.042	1.048
Wtd Avg. All - Incremental		1.929	1.347	1.093	1.133	1.036	1.030	1.047	1.037
Wtd Latest Five - Incremental		1.714	1.471	1.112	1.128	0.957	1.017	0.960	1.042
Wtd Avg. All - Cumulative		5.110	2.649	1.967	1.799	1.588	1.533	1.488	1.421
Wtd Latest Five - Cumulative		3.924	2.290	1.557	1.400	1.241	1.297	1.275	1.329

Incurred Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of December 31, 2014

Year of Birth	120	132	144	156	168	180	192	204	216
1989	19,859,281	17,846,775	16,330,942	21,203,891	18,522,287	19,282,375	20,938,130	23,115,207	28,286,653
1990	13,309,394	13,902,625	16,217,646	19,730,645	19,108,379	21,045,823	25,460,932	18,848,980	14,648,240
1991	8,718,559	12,370,844	13,432,552	13,078,064	16,052,557	16,454,709	19,256,886	21,540,151	23,727,688
1992	19,777,622	22,886,358	24,465,415	26,234,305	32,153,226	42,480,865	42,432,508	44,552,133	45,578,473
1993	54,957,828	50,490,722	55,234,345	58,229,829	56,480,087	53,178,254	54,213,199	45,769,261	46,809,981
1994	10,122,642	11,031,655	12,147,684	13,427,647	12,788,251	16,376,978	15,697,230	16,210,446	18,343,661
1995	22,440,850	25,840,491	26,730,026	25,004,387	29,412,833	30,541,666	29,252,587	27,611,220	27,961,036
1996	30,762,406	35,393,789	34,643,129	34,292,154	32,557,199	32,684,558	24,024,889	28,500,898	27,683,295
1997	29,627,653	30,113,560	31,199,151	38,463,312	43,675,859	41,626,317	43,013,876	44,119,826	40,671,171
1998	51,871,437	56,842,665	54,563,346	61,812,278	60,372,902	67,864,382	70,235,029	72,103,825	
1999	30,894,348	26,384,594	30,676,593	27,364,683	28,973,217	29,617,022	25,942,265		
2000	22,486,180	21,268,225	17,120,713	21,156,890	18,543,108	18,836,387			
2001	24,146,698	22,453,008	27,148,181	26,351,057	25,895,990				
2002	75,780,805	80,648,047	79,351,457	74,738,044					
2003	15,986,156	15,239,817	15,719,835						
2004	24,722,792	24,881,802							
2005	33,705,260								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	120:132	132:144	144:156	156:168	168:180	180:192	192:204	204:216	216:228
1989	0.899	0.915	1.298	0.874	1.041	1.086	1.104	1.224	0.980
1990	1.045	1.167	1.217	0.968	1.101	1.210	0.740	0.777	1.000
1991	1.419	1.086	0.974	1.227	1.025	1.170	1.119	1.102	0.934
1992	1.157	1.069	1.072	1.226	1.321	0.999	1.050	1.023	1.008
1993	0.919	1.094	1.054	0.970	0.942	1.019	0.844	1.023	0.912
1994	1.090	1.101	1.105	0.952	1.281	0.958	1.033	1.132	1.105
1995	1.151	1.034	0.935	1.176	1.038	0.958	0.944	1.013	1.070
1996	1.151	0.979	0.990	0.949	1.004	0.735	1.186	0.971	1.055
1997	1.016	1.036	1.233	1.136	0.953	1.033	1.026	0.922	
1998	1.096	0.960	1.133	0.977	1.124	1.035	1.027		
1999	0.854	1.163	0.892	1.059	1.022	0.876			
2000	0.946	0.805	1.236	0.876	1.016				
2001	0.930	1.209	0.971	0.983					
2002	1.064	0.984	0.942						
2003	0.953	1.031							
2004	1.006								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.043	1.042	1.075	1.029	1.072	1.007	1.007	1.021	1.008
Wtd Avg. All - Incremental	1.027	1.028	1.050	1.021	1.058	0.998	0.994	1.013	0.998
Wtd Latest Five - Incremental	1.008	1.024	1.012	1.013	1.035	0.951	1.035	0.995	1.010
Wtd Avg. All - Cumulative	1.370	1.335	1.299	1.237	1.212	1.145	1.147	1.155	1.140
Wtd Latest Five - Cumulative	1.275	1.264	1.234	1.219	1.204	1.162	1.222	1.181	1.187



Incurred Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of December 31, 2014

Year of Birth	228	240	252	264	276	288	300	312
1989	27,734,069	27,380,541	25,392,567	26,078,544	25,583,011	27,284,465	26,117,595	26,414,615
1990	14,647,505	13,314,815	10,443,544	10,543,426	11,580,716	10,631,486	10,363,557	
1991	22,161,349	22,464,393	23,417,200	28,125,214	26,285,256	26,645,315		
1992	45,939,767	46,942,773	53,926,220	50,869,246	50,916,345			
1993	42,703,727	47,853,729	43,348,036	43,586,735				
1994	20,263,369	20,094,735	20,133,877					
1995	29,930,867	30,130,385						
1996	29,219,690							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								
	228:240	240:252	252:264	264:276	276:288	288:300	300:312	312:Ult.
1989	0.987	0.927	1.027	0.981	1.067	0.957	1.011	
1990	0.909	0.784	1.010	1.098	0.918	0.975		
1991	1.014	1.042	1.201	0.935	1.014			
1992	1.022	1.149	0.943	1.001				
1993	1.121	0.906	1.006					
1994	0.992	1.002						
1995	1.007							
1996								
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
Simple Avg. - Incremental	1.007	0.968	1.037	1.004	0.999	0.966	1.011	
Wtd Avg. All - Incremental	1.024	0.992	1.017	0.989	1.018	0.962	1.011	
Wtd Latest Five - Incremental	1.040	1.004	1.017	0.989	1.018	0.962	1.011	
Wtd Avg. All - Cumulative	1.142	1.116	1.125	1.106	1.118	1.099	1.142	1.129
Wtd Latest Five - Cumulative	1.175	1.129	1.125	1.106	1.118	1.099	1.142	1.129

Paid Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of December 31, 2014

Year of Birth	12	24	36	48	60	72	84	96	108
1989			1,459,361	1,875,224	2,754,669	3,574,316	4,061,729	4,507,406	5,076,086
1990		360,429	712,753	1,062,896	1,304,777	1,394,616	1,660,167	1,727,402	1,832,898
1991	0	220,664	303,989	388,916	834,113	1,109,755	1,168,679	1,255,900	1,290,363
1992	2,661	130,042	708,692	1,510,045	2,248,508	2,583,823	2,881,870	3,151,419	3,365,972
1993	1,687	116,480	717,178	1,485,486	2,230,562	2,982,545	3,938,804	4,745,507	5,531,816
1994	107,772	568,444	1,215,370	1,584,552	1,940,924	2,724,547	3,005,903	3,344,671	3,609,421
1995	1,025	126,353	649,711	1,164,341	1,257,557	1,333,060	1,507,599	1,578,545	1,781,125
1996	1,659	347,021	859,449	1,236,004	1,648,404	2,180,478	2,783,871	3,076,909	3,403,005
1997	5,303	388,931	922,462	1,117,412	1,574,965	2,260,972	2,730,993	3,032,288	3,373,868
1998	500	624,833	1,449,531	2,170,702	2,799,571	3,206,832	4,430,280	5,095,958	5,800,085
1999	327,794	989,230	1,164,841	1,539,861	2,316,314	2,855,808	3,303,074	3,824,619	4,849,077
2000	188,275	821,191	1,212,107	1,788,081	2,079,482	2,297,045	2,455,016	2,624,007	2,799,266
2001	113,392	475,035	971,804	1,561,015	1,867,817	2,459,019	3,248,457	3,626,899	3,883,121
2002	4,952	389,492	1,249,265	2,015,205	2,858,762	3,439,830	4,862,826	5,826,962	6,856,989
2003	217,366	471,729	577,761	680,252	899,194	1,591,344	1,772,921	1,930,389	2,203,060
2004	84	251,261	915,079	1,415,146	1,689,491	2,171,906	2,595,632	2,994,077	3,215,209
2005	0	17,278	648,694	1,537,760	2,142,949	3,240,890	3,997,772	4,719,465	5,198,978
2006	0	263,582	594,636	1,291,184	2,233,340	3,934,023	4,901,878	5,614,611	6,260,850
2007	112,554	468,472	909,414	2,145,757	3,232,481	4,101,955	5,212,346	6,071,909	
2008	0	287,894	916,649	1,407,917	2,014,976	2,355,509	2,934,059		
2009	114,839	628,299	1,532,304	2,438,709	3,142,736	3,691,740			
2010	116,166	895,231	1,203,035	1,818,188	2,065,585				
2011	11,245	178,666	877,041	1,559,805					
2012	16,611	97,446	898,196						
2013	114,394	873,399							
2014	116,952								
	12:24	24:36	36:48	48:60	60:72	72:84	84:96	96:108	108:120
1989			1.285	1.469	1.298	1.136	1.110	1.126	1.074
1990		1.978	1.491	1.228	1.069	1.190	1.040	1.061	1.048
1991		1.378	1.279	2.145	1.330	1.053	1.075	1.027	1.068
1992	48.870	5.450	2.131	1.489	1.149	1.115	1.094	1.068	1.069
1993	69.046	6.157	2.071	1.502	1.337	1.321	1.205	1.166	1.148
1994	5.275	2.138	1.304	1.225	1.404	1.103	1.113	1.079	1.018
1995	123.271	5.142	1.792	1.080	1.060	1.131	1.047	1.128	1.118
1996	209.175	2.477	1.438	1.334	1.323	1.277	1.105	1.106	1.086
1997	73.342	2.372	1.211	1.409	1.436	1.208	1.110	1.113	1.081
1998	1,249.666	2.320	1.498	1.290	1.145	1.382	1.150	1.138	1.108
1999	3.018	1.178	1.322	1.504	1.233	1.157	1.158	1.268	1.139
2000	4.362	1.476	1.475	1.163	1.105	1.069	1.069	1.067	1.059
2001	4.189	2.046	1.606	1.197	1.317	1.321	1.116	1.071	1.075
2002	78.653	3.207	1.613	1.419	1.203	1.414	1.198	1.177	1.127
2003	2.170	1.225	1.177	1.322	1.770	1.114	1.089	1.141	1.133
2004	2,991.202	3.642	1.546	1.194	1.286	1.195	1.154	1.074	1.096
2005		37.545	2.371	1.394	1.512	1.234	1.181	1.102	1.092
2006		2.256	2.171	1.730	1.761	1.246	1.145	1.115	
2007	4.162	1.941	2.359	1.506	1.269	1.271	1.165		
2008		3.184	1.536	1.431	1.169	1.246			
2009	5.471	2.439	1.592	1.289	1.175				
2010	7.706	1.344	1.511	1.136					
2011	15.889	4.909	1.778						
2012	5.867	9.217							
2013	7.635								
Simple Avg. - Incremental		4.566	1.633	1.384	1.302	1.209	1.122	1.113	1.090
Wtd Avg. All - Incremental		2.326	1.598	1.358	1.288	1.225	1.136	1.122	1.096
Wtd Latest Five - Incremental		2.600	1.723	1.394	1.357	1.243	1.154	1.126	1.105
Wtd Avg. All - Cumulative		123.635	53.150	33.256	24.487	19.007	15.515	13.658	12.172
Wtd Latest Five - Cumulative		183.893	70.733	41.052	29.446	21.700	17.460	15.127	13.439

Paid Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of December 31, 2014

Year of Birth	120	132	144	156	168	180	192	204	216
1989	5,453,656	5,810,026	7,165,178	7,418,692	7,775,894	8,162,902	8,549,902	8,928,521	9,336,886
1990	1,921,481	2,004,750	2,080,964	2,199,600	2,453,103	2,741,877	3,051,617	3,325,664	3,496,300
1991	1,378,291	1,482,164	1,611,791	1,726,435	1,862,352	1,998,074	2,146,495	2,385,102	2,948,039
1992	3,597,004	3,836,791	4,170,210	4,563,891	4,873,197	5,172,624	5,532,862	5,952,684	6,464,261
1993	6,349,131	7,144,723	7,786,367	8,669,699	9,552,579	10,232,667	10,909,522	11,600,217	12,313,100
1994	3,673,636	3,790,223	4,430,565	4,498,466	4,573,411	4,723,477	4,883,079	5,023,121	5,198,208
1995	1,991,655	2,700,839	2,979,006	3,308,939	3,790,079	3,873,071	4,829,658	5,595,923	5,921,580
1996	3,694,040	4,027,530	4,366,377	4,685,083	5,071,490	5,506,117	5,973,099	6,311,867	6,657,571
1997	3,645,757	4,051,059	4,570,364	5,207,959	5,901,603	6,522,569	7,543,370	8,126,677	8,672,285
1998	6,423,723	7,185,548	8,112,136	9,116,042	10,194,077	11,277,495	12,553,140	13,856,989	
1999	5,520,787	6,164,930	6,912,528	7,719,729	8,273,551	8,934,368	9,544,718		
2000	2,965,732	3,276,769	3,514,181	3,762,460	4,077,300	4,383,068			
2001	4,175,734	4,515,405	4,842,890	5,309,915	5,761,556				
2002	7,727,861	8,707,708	9,934,558	11,132,883					
2003	2,495,687	2,753,640	3,099,320						
2004	3,522,795	3,877,573							
2005	5,677,987								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									
	120:132	132:144	144:156	156:168	168:180	180:192	192:204	204:216	216:228
1989	1.065	1.233	1.035	1.048	1.050	1.047	1.044	1.046	1.039
1990	1.043	1.038	1.057	1.115	1.118	1.113	1.090	1.051	1.032
1991	1.075	1.087	1.071	1.079	1.073	1.074	1.111	1.236	1.158
1992	1.067	1.087	1.094	1.068	1.061	1.070	1.076	1.086	1.085
1993	1.125	1.090	1.113	1.102	1.071	1.066	1.063	1.061	1.063
1994	1.032	1.169	1.015	1.017	1.033	1.034	1.029	1.035	1.028
1995	1.356	1.103	1.111	1.145	1.022	1.247	1.159	1.058	1.102
1996	1.090	1.084	1.073	1.082	1.086	1.085	1.057	1.055	1.067
1997	1.111	1.128	1.140	1.133	1.105	1.157	1.077	1.067	
1998	1.119	1.129	1.124	1.118	1.106	1.113	1.104		
1999	1.117	1.121	1.117	1.072	1.080	1.068			
2000	1.105	1.072	1.071	1.084	1.075				
2001	1.081	1.073	1.096	1.085					
2002	1.127	1.141	1.121						
2003	1.103	1.126							
2004	1.101								
2005									
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
Simple Avg. - Incremental	1.107	1.112	1.088	1.088	1.073	1.098	1.081	1.077	1.072
Wtd Avg. All - Incremental	1.105	1.120	1.094	1.088	1.075	1.092	1.078	1.066	1.066
Wtd Latest Five - Incremental	1.107	1.114	1.112	1.099	1.093	1.120	1.088	1.057	1.069
Wtd Avg. All - Cumulative	11.107	10.049	8.969	8.195	7.535	7.009	6.418	5.954	5.588
Wtd Latest Five - Cumulative	12.162	10.982	9.863	8.871	8.069	7.385	6.594	6.063	5.734

Paid Loss & ALAE - Actual - Without Retroactive Payments

Evaluated As of December 31, 2014

Year of Birth	228	240	252	264	276	288	300	312
1989	9,703,640	9,931,523	10,186,409	10,458,034	10,858,188	11,264,469	11,834,215	12,442,023
1990	3,608,325	3,723,264	3,837,883	3,989,667	4,134,429	4,326,699	4,673,146	
1991	3,412,646	3,925,649	4,405,095	5,367,300	5,786,808	6,319,582		
1992	7,013,018	7,772,126	8,309,249	9,132,399	10,008,985			
1993	13,089,455	13,913,903	14,901,266	15,901,276				
1994	5,344,508	5,560,527	5,824,760					
1995	6,527,466	7,131,274						
1996	7,102,700							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								
	228:240	240:252	252:264	264:276	276:288	288:300	300:312	312:Ult.
1989	1.023	1.026	1.027	1.038	1.037	1.051	1.051	
1990	1.032	1.031	1.040	1.036	1.047	1.080		
1991	1.150	1.122	1.218	1.078	1.092			
1992	1.108	1.069	1.099	1.096				
1993	1.063	1.071	1.067					
1994	1.040	1.048						
1995	1.093							
1996								
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
Simple Avg. - Incremental	1.073	1.061	1.090	1.062	1.059	1.065	1.051	
Wtd Avg. All - Incremental	1.067	1.059	1.077	1.064	1.054	1.059	1.051	
Wtd Latest Five - Incremental	1.082	1.068	1.077	1.064	1.054	1.059	1.051	
Wtd Avg. All - Cumulative	5.241	4.912	4.639	4.307	4.049	3.840	3.627	3.450
Wtd Latest Five - Cumulative	5.364	4.956	4.639	4.307	4.049	3.840	3.627	3.450

Evaluated As of December 31, 2014

Year of Birth C.Y Ending	1989 12/31/1989	1990 12/31/1990	1991 12/31/1991	1992 12/31/1992	1993 12/31/1993	1994 12/31/1994	1995 12/31/1995	1996 12/31/1996	1997 12/31/1997
<b>Assumptions:</b>									
<b>I. Incremental Paid Inflation Per Year</b>									
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 - 1/1 to 12/31	1.75%	1.75%	1.49%	1.46%	1.62%	1.30%	1.00%	1.09%	0.91%
<b>II. Case O/S Inflation Per Year</b>									
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 - 1/1 to 12/31	0.81%	0.81%	0.53%	0.47%	0.42%	0.39%	0.35%	0.37%	0.24%
<b>III. Incurred Inflation Per Year - Wtd Avg. of Pd &amp; O/S - ( 10 % / 90 % )</b>									
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 - 1/1 to 12/31	0.90%	0.90%	0.63%	0.57%	0.54%	0.48%	0.41%	0.44%	0.31%

Year of Birth	12	24	36	48	60	72	84	96	108
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**Case Outstanding Loss & ALAE - Inflation Factors - Based on Accident Year Factors**

1989	1.000	1.008	1.013	1.018	1.022	1.026	1.030	1.034	1.036
1990	1.000	1.005	1.010	1.014	1.018	1.022	1.026	1.028	1.031
1991	1.000	1.005	1.009	1.013	1.016	1.020	1.023	1.025	1.029
1992	1.000	1.004	1.008	1.012	1.015	1.018	1.020	1.024	1.028
1993	1.000	1.004	1.007	1.011	1.014	1.016	1.020	1.024	1.027
1994	1.000	1.003	1.007	1.010	1.012	1.016	1.020	1.023	1.027
1995	1.000	1.004	1.006	1.009	1.012	1.016	1.019	1.023	1.026
1996	1.000	1.002	1.005	1.008	1.013	1.016	1.020	1.022	1.073
1997	1.000	1.003	1.006	1.010	1.013	1.017	1.020	1.070	1.080
1998	1.000	1.003	1.008	1.011	1.014	1.017	1.068	1.077	1.129
1999	1.000	1.004	1.007	1.011	1.014	1.064	1.073	1.125	1.131
2000	1.000	1.003	1.007	1.010	1.060	1.069	1.121	1.126	1.178
2001	1.000	1.004	1.007	1.056	1.066	1.117	1.123	1.174	1.178
2002	1.000	1.003	1.052	1.062	1.113	1.119	1.170	1.174	1.177
2003	1.000	1.049	1.059	1.110	1.115	1.166	1.170	1.174	1.179
2004	1.000	1.009	1.058	1.063	1.111	1.115	1.118	1.123	1.234
2005	1.000	1.049	1.054	1.102	1.106	1.109	1.114	1.223	1.232
2006	1.000	1.005	1.051	1.054	1.057	1.062	1.166	1.175	1.177
2007	1.000	1.046	1.049	1.052	1.057	1.161	1.169	1.171	
2008	1.000	1.004	1.006	1.011	1.110	1.118	1.120		
2009	1.000	1.003	1.007	1.106	1.114	1.116			
2010	1.000	1.004	1.103	1.111	1.113				
2011	1.000	1.098	1.106	1.108					
2012	1.000	1.007	1.009						
2013	1.000	1.002							
2014	1.000								

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

1989	1.000	1.017	1.033	1.048	1.065	1.078	1.089	1.101	1.111
1990	1.000	1.015	1.030	1.046	1.060	1.071	1.082	1.092	1.102
1991	1.000	1.015	1.031	1.044	1.055	1.066	1.076	1.086	1.096
1992	1.000	1.016	1.029	1.040	1.051	1.061	1.070	1.081	1.091
1993	1.000	1.013	1.023	1.034	1.044	1.053	1.063	1.074	1.085
1994	1.000	1.010	1.021	1.030	1.040	1.050	1.060	1.071	1.084
1995	1.000	1.011	1.020	1.029	1.039	1.050	1.061	1.073	1.084
1996	1.000	1.009	1.018	1.028	1.038	1.049	1.062	1.072	1.088
1997	1.000	1.009	1.019	1.029	1.040	1.052	1.063	1.078	1.093
1998	1.000	1.010	1.020	1.030	1.043	1.053	1.068	1.083	1.094
1999	1.000	1.010	1.020	1.033	1.043	1.058	1.073	1.083	1.097
2000	1.000	1.010	1.023	1.033	1.047	1.062	1.073	1.087	1.157
2001	1.000	1.012	1.022	1.037	1.051	1.062	1.076	1.145	1.233
2002	1.000	1.010	1.024	1.039	1.049	1.063	1.132	1.218	1.227
2003	1.000	1.014	1.028	1.039	1.052	1.121	1.206	1.215	1.228
2004	1.000	1.014	1.024	1.038	1.105	1.189	1.198	1.210	1.220
2005	1.000	1.010	1.023	1.090	1.173	1.182	1.194	1.203	1.210
2006	1.000	1.013	1.079	1.161	1.170	1.182	1.191	1.198	1.205
2007	1.000	1.065	1.146	1.155	1.167	1.176	1.182	1.189	
2008	1.000	1.076	1.085	1.095	1.104	1.110	1.116		
2009	1.000	1.008	1.018	1.026	1.032	1.037			
2010	1.000	1.010	1.018	1.024	1.029				
2011	1.000	1.008	1.014	1.019					
2012	1.000	1.006	1.011						
2013	1.000	1.006							
2014	1.000								

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

Evaluated As of December 31, 2014

Year of Birth C.Y Ending	1998 12/31/1998	1999 12/31/1999	2000 12/31/2000	2001 12/31/2001	2002 12/31/2002	2003 12/31/2003	2004 12/31/2004	2005 12/31/2005	2006 12/31/2006
<b>Assumptions:</b>									
<b>I. Incremental Paid Inflation Per Year</b>									
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 - 1/1 to 12/31	0.92%	0.97%	0.98%	1.05%	1.22%	0.99%	1.42%	1.41%	0.99%
<b>II. Case O/S Inflation Per Year</b>									
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 - 1/1 to 12/31	0.26%	0.35%	0.42%	0.30%	0.38%	0.29%	4.94%	0.87%	4.86%
<b>III. Incurred Inflation Per Year - Wtd Avg. of Pd &amp; O/S - ( 10 % / 90 % )</b>									
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 - 1/1 to 12/31	0.32%	0.41%	0.47%	0.38%	0.46%	0.36%	4.59%	0.92%	4.47%

Year of Birth	120	132	144	156	168	180	192	204	216
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**Case Outstanding Loss & ALAE - Inflation Factors - Based on Accident Year Factors**

1989	1.039	1.043	1.047	1.050	1.054	1.057	1.109	1.119	1.173
1990	1.034	1.038	1.042	1.046	1.049	1.100	1.110	1.164	1.170
1991	1.033	1.036	1.040	1.043	1.095	1.104	1.158	1.163	1.216
1992	1.031	1.035	1.038	1.089	1.099	1.152	1.158	1.211	1.215
1993	1.031	1.034	1.085	1.094	1.147	1.153	1.206	1.210	1.213
1994	1.030	1.081	1.090	1.143	1.149	1.201	1.205	1.209	1.214
1995	1.077	1.086	1.139	1.145	1.197	1.201	1.205	1.210	1.329
1996	1.082	1.135	1.141	1.192	1.197	1.200	1.205	1.324	1.333
1997	1.132	1.138	1.190	1.194	1.197	1.202	1.320	1.330	1.333
1998	1.135	1.187	1.191	1.194	1.199	1.317	1.327	1.329	
1999	1.182	1.187	1.190	1.195	1.313	1.322	1.325		
2000	1.182	1.185	1.190	1.307	1.317	1.319			
2001	1.182	1.187	1.303	1.313	1.315				
2002	1.182	1.298	1.308	1.310					
2003	1.295	1.304	1.306						
2004	1.243	1.245							
2005	1.234								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									

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

1989	1.121	1.132	1.143	1.155	1.169	1.181	1.198	1.214	1.226
1990	1.113	1.124	1.135	1.149	1.161	1.177	1.194	1.205	1.221
1991	1.107	1.119	1.132	1.144	1.160	1.176	1.188	1.203	1.282
1992	1.103	1.116	1.127	1.143	1.159	1.171	1.186	1.263	1.359
1993	1.098	1.109	1.125	1.141	1.152	1.167	1.243	1.338	1.348
1994	1.095	1.110	1.126	1.137	1.152	1.227	1.320	1.331	1.344
1995	1.099	1.115	1.126	1.141	1.215	1.307	1.318	1.331	1.341
1996	1.103	1.114	1.128	1.202	1.293	1.303	1.316	1.327	1.334
1997	1.104	1.118	1.191	1.282	1.292	1.305	1.315	1.322	1.329
1998	1.108	1.180	1.270	1.280	1.293	1.303	1.310	1.317	
1999	1.169	1.258	1.268	1.280	1.290	1.298	1.305		
2000	1.246	1.255	1.268	1.278	1.285	1.292			
2001	1.242	1.255	1.265	1.272	1.279				
2002	1.240	1.249	1.256	1.263					
2003	1.237	1.244	1.251						
2004	1.227	1.234							
2005	1.216								
2006									
2007									
2008									
2009									
2010									
2011									
2012									
2013									
2014									

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

Evaluated As of December 31, 2014

Year of Birth C.Y Ending	2007 12/31/2007	2008 12/31/2008	2009 12/31/2009	2010 12/31/2010	2011 12/31/2011	2012 12/31/2012	2013 12/31/2013	2014 12/31/2014	2015 12/31/2015
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%	0.55%	0.29%
B. Calendar Year - 1/1 to 12/31	1.32%	6.50%	7.62%	0.78%	1.00%	0.78%	0.57%	0.55%	0.29%
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%	0.19%	0.00%
B. Calendar Year - 1/1 to 12/31	0.50%	4.55%	0.35%	0.29%	0.42%	9.83%	0.72%	0.19%	0.00%
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%	0.23%	0.03%
B. Calendar Year - 1/1 to 12/31	0.58%	4.75%	1.08%	0.34%	0.48%	8.92%	0.71%	0.23%	0.03%

Year of Birth	228	240	252	264	276	288	300	312
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**Case Outstanding Loss & ALAE - Inflation Factors - Based on Accident Year Factors**

1989	1.179	1.233	1.237	1.241	1.246	1.368	1.378	1.381
1990	1.223	1.227	1.231	1.236	1.357	1.367	1.370	
1991	1.221	1.224	1.229	1.350	1.360	1.363		
1992	1.218	1.224	1.344	1.354	1.356			
1993	1.219	1.338	1.348	1.351				
1994	1.333	1.343	1.345					
1995	1.338	1.341						
1996	1.336							
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	1.243	1.323	1.424	1.435	1.450	1.461	1.469	1.477
1990	1.301	1.400	1.411	1.425	1.436	1.444	1.452	
1991	1.379	1.390	1.404	1.415	1.423	1.431		
1992	1.370	1.384	1.394	1.402	1.410			
1993	1.362	1.372	1.380	1.388				
1994	1.355	1.362	1.370					
1995	1.349	1.356						
1996	1.342							
1997								
1998								
1999								
2000								
2001								
2002								
2003								
2004								
2005								
2006								
2007								
2008								
2009								
2010								
2011								
2012								
2013								
2014								

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

Ultimate Accepted Claim Counts  
Evaluated As of December 31, 2014

Year of Birth	Reported Accepted Claim Counts				Ratio of AAD & AAA to the Combined [(3)+(4)]/(5)	IBNR Accepted Claim Counts		Ultimate Accepted Claim Counts AAD & AAA Only (3)+(4)+(9)
	DA (a)	AAD (b)	AAA (c)	Combined (2)+(3)+(4)		All Accepted Claim Counts	AAD & AAA Only (8) x (7)	
(1)	(2)	(3)	(4)	(5)	(6)	(8)	(9)	(10)
1989	4	6	5	15	73%	-	-	11
1990	3	4	3	10	70%	-	-	7
1991	4	-	4	8	50%	-	-	4
1992	1	3	10	14	93%	-	-	13
1993	2	5	8	15	87%	-	-	13
1994	9	3	4	16	44%	-	-	7
1995	5	1	5	11	55%	-	-	6
1996	10	1	6	17	41%	-	-	7
1997	6	3	8	17	65%	-	-	11
1998	3	2	13	18	83%	-	-	15
1999	9	4	5	18	50%	-	-	9
2000	7	1	5	13	46%	-	-	6
2001	9	-	4	13	31%	-	-	4
2002	5	3	14	22	77%	-	-	17
2003	6	-	3	9	33%	-	-	3
2004	7	1	5	13	46%	-	-	6
2005	2	4	7	13	85%	-	-	11
2006	1	2	10	13	92%	-	-	12
2007	5	2	8	15	67%	-	-	10
2008	1	-	10	11	91%	-	-	10
2009	6	1	9	16	63%	-	-	10
2010	6	-	6	12	50%	1.00	1.00	7
2011	2	-	10	12	83%	2.00	2.00	12
2012	5	-	6	11	55%	5.00	4.00	10
2013	3	-	3	6	50%	10.00	7.00	10
2014	-	-	2	2	100%	15.00	10.00	12
Totals All:	121	46	173	340	64%	33	24	243
Latest 3	8	-	11	19	58%	30	21	32
Latest 5	16	-	27	43	63%	33	24	51
Latest 10	31	9	71	111	72%	33	24	104
Latest 15	65	14	102	181	64%	33	24	140
Latest 20	98	25	139	262	63%	33	24	188

(7) Selected Ratio of AAD & AAA to all accepted claims 65%

Notes: (a) The accepted claims shown in Column (2), DA, are claims where claimant was deceased prior to presentation of the claim to NICA.  
 (b) The accepted claims shown in Column (3), AAD, are claims that deceased after acceptance as of December 31, 2014.  
 (c) The accepted claims shown in Column (4), AAA, are accepted claims that are alive as of December 31, 2014.



Ultimate Accepted Claim Counts  
Evaluated As of December 31, 2014

Year of Birth	Actual (a) Accepted Claim Cts. @ 12/31/14	Reported Claim Cts. (b) @ 12/31/14	Loss Development Factors		Indicated Ultimate Reported Claim Cts. (3) x (5)	Ratio of Actual Accepted to Reported Claims (2) / (3)	Estimated Ultimate Accepted Claim Cts. (c)	Ratio of Ultimate Accepted to Ultimate Rept. Claims (8) / (6)	IBNR for All Accepted Claim Cts. (8) - (2)
			Incremental	Cumulative					
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
1989	15	32	1.000	1.000	32.0	0.46875	15	0.46875	-
1990	10	39	1.000	1.000	39.0	0.25641	10	0.25641	-
1991	8	38	1.000	1.000	38.0	0.21053	8	0.21053	-
1992	14	48	1.000	1.000	48.0	0.29167	14	0.29167	-
1993	15	40	1.000	1.000	40.0	0.37500	15	0.37500	-
1994	16	36	1.000	1.000	36.0	0.44444	16	0.44444	-
1995	11	26	1.000	1.000	26.0	0.42308	11	0.42308	-
1996	17	40	1.000	1.000	40.0	0.42500	17	0.42500	-
1997	17	47	1.000	1.000	47.0	0.36170	17	0.36170	-
1998	18	42	1.000	1.000	42.0	0.42857	18	0.42857	-
1999	18	40	1.000	1.000	40.0	0.45000	18	0.45000	-
2000	13	38	1.000	1.000	38.0	0.34211	13	0.34211	-
2001	13	41	1.000	1.000	41.0	0.31707	13	0.31707	-
2002	22	50	1.000	1.000	50.0	0.44000	22	0.44000	-
2003	9	23	1.000	1.000	23.0	0.39130	9	0.39130	-
2004	13	31	1.000	1.000	31.0	0.41935	13	0.41935	-
2005	13	41	1.000	1.000	41.0	0.31707	13	0.31707	-
2006	13	34	1.000	1.000	34.0	0.38235	13	0.38235	-
2007	15	36	1.000	1.000	36.0	0.41667	15	0.41667	-
2008	11	37	1.000	1.000	37.0	0.29730	11	0.29730	-
2009	16	47	1.015	1.015	47.7	0.34043	16	0.33539	-
2010	12	36	1.165	1.182	42.6		13	0.30539	1
2011	12	37	1.165	1.378	51.0		14	0.27467	2
2012	11	36	1.325	1.825	65.7		16	0.24349	5
2013	6	12	2.000	3.651	43.8		16	0.36524	10
2014	2	2	3.500	12.777	25.6		17	0.66525	15
Totals:	340	929			1,035		373		33

Notes:(a) Based on individual claim detail provided by NICA as of December 31, 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 1c, Column (16) for birth years 2010 and subsequent.

Development of Ultimate Accepted Claim Counts ( B/F Estimate)  
Evaluated As of December 31, 2014

Year of Birth	Actual (a) Accepted Claim Cts. @ 12/31/14	Reported (a) Claim Cts. @ 12/31/14	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)	
(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	18	42	699	0.0258	0.0601	0.4286
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	34	897	0.0145	0.0379	0.3824
2007	15	36	963	0.0156	0.0374	0.4167
2008	11	37	987	0.0111	0.0375	0.2973
2009	16	47	1,044	0.0153	0.0450	0.3404
Subtotals:						
89 to 09	297	806	15,840	0.0188	0.0509	0.3685
89 to 02	207	557	9,432	0.0219	0.0591	0.3716
03 to 09	90	249	6,408	0.0140	0.0389	0.3614
05 to 09	68	195	4,782	0.0142	0.0408	0.3487
Selected Frequency =====>				0.0145	0.0400	0.3625

Year of Birth	Actual (a) Accepted Claim Cts. @ 12/31/14	Reported Claims (a) @ 12/31/14	Insured Physicians @ 12/31/14	Estimated Claim Reporting Pattern - Based on :		Estimated 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 (8) + {[1-(11)] X [(10) X (5)Sel]}	
(1)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
2010	12	36	1,071	98.04%	84.57%	42.61	15.45	12.30	13
2011	12	37	1,091	91.63%	72.59%	48.96	17.75	13.32	14
2012	11	36	1,119	73.30%	54.79%	56.24	20.39	15.33	16
2013	6	12	1,143	43.76%	27.39%	45.20	16.38	15.32	16
2014	2	2	1,175	15.91%	7.83%	45.32	16.43	16.33	17
Subtotals:									
	43	123	5,599			238.33	86.39	72.61	76.00

Note:(a) Based on individual claim detail provided by NICA as of December 31, 2014. See Exhibit X, Sheet 1b.

Open Accepted Claim Counts  
Evaluated As of December 31, 2014

## Reported Open Accepted Claim Counts @ 12/31/14

Year of Birth	DA (a)	AAD (b)	AAA (c)	Combined (2)+(3)+(4)
(1)	(2)	(3)	(4)	(5)
1989	-	-	5	5
1990	-	-	3	3
1991	-	-	4	4
1992	-	-	10	10
1993	-	-	8	8
1994	-	-	4	4
1995	-	-	5	5
1996	-	-	6	6
1997	-	-	8	8
1998	-	-	13	13
1999	-	-	4	4
2000	-	-	5	5
2001	-	-	4	4
2002	-	-	14	14
2003	-	-	3	3
2004	-	-	5	5
2005	-	-	7	7
2006	-	-	10	10
2007	-	-	8	8
2008	-	-	10	10
2009	1	-	9	10
2010	-	-	6	6
2011	-	-	10	10
2012	2	-	6	8
2013	1	-	3	4
2014	-	-	2	2
Totals All:	4	-	172	176

Notes: (a) DA are claims where claimant was deceased prior to presentation of the claim to NICA.

(b) AAD are claims that deceased after acceptance as of December 31, 2014.

(c) AAA are accepted claims that are alive as of December 31, 2014.

Reported Claim Counts  
Evaluated As of December 31, 2014

Year of Birth	12	24	36	48	60	72	84	96	108
-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
1989		5	17	21	25	28	30	32	32
1990	1	7	18	27	30	37	38	39	39
1991	0	6	17	24	29	34	34	37	37
1992	5	11	31	39	42	47	48	48	48
1993	3	9	32	34	35	40	40	40	40
1994	3	16	28	31	31	36	36	36	36
1995	2	6	14	20	23	25	25	26	26
1996	2	11	19	23	31	39	39	39	39
1997	2	12	25	33	42	47	47	47	47
1998	2	13	30	34	35	41	42	42	42
1999	5	14	22	29	32	39	40	40	40
2000	4	16	26	31	33	38	38	38	38
2001	3	10	23	30	35	41	41	41	41
2002	3	18	33	38	42	50	50	50	50
2003	3	8	11	15	18	21	21	23	23
2004	1	10	15	20	23	29	30	30	31
2005	0	9	21	30	35	39	40	41	41
2006	2	9	17	24	28	33	33	33	34
2007	4	12	22	26	31	32	33	36	
2008	1	9	18	24	29	37	37		
2009	5	15	26	34	39	47			
2010	4	13	25	32	36				
2011	6	14	24	37					
2012	5	17	36						
2013	5	12							
2014	2								
	12:24	24:36	36:48	48:60	60:72	72:84	84:96	96:108	108:120
	-----	-----	-----	-----	-----	-----	-----	-----	-----
1989		3.400	1.235	1.190	1.120	1.071	1.067	1.000	1.000
1990	7.000	2.571	1.500	1.111	1.233	1.027	1.026	1.000	1.000
1991		2.833	1.412	1.208	1.172	1.000	1.088	1.000	1.000
1992	2.200	2.818	1.258	1.077	1.119	1.021	1.000	1.000	1.000
1993	3.000	3.556	1.063	1.029	1.143	1.000	1.000	1.000	1.000
1994	5.333	1.750	1.107	1.000	1.161	1.000	1.000	1.000	1.000
1995	3.000	2.333	1.429	1.150	1.087	1.000	1.040	1.000	1.000
1996	5.500	1.727	1.211	1.348	1.258	1.000	1.000	1.000	1.026
1997	6.000	2.083	1.320	1.273	1.119	1.000	1.000	1.000	1.000
1998	6.500	2.308	1.133	1.029	1.171	1.024	1.000	1.000	1.000
1999	2.800	1.571	1.318	1.103	1.219	1.026	1.000	1.000	1.000
2000	4.000	1.625	1.192	1.065	1.152	1.000	1.000	1.000	1.000
2001	3.333	2.300	1.304	1.167	1.171	1.000	1.000	1.000	1.000
2002	6.000	1.833	1.152	1.105	1.190	1.000	1.000	1.000	1.000
2003	2.667	1.375	1.364	1.200	1.167	1.000	1.095	1.000	1.000
2004	10.000	1.500	1.333	1.150	1.261	1.034	1.000	1.033	1.000
2005		2.333	1.429	1.167	1.114	1.026	1.025	1.000	1.000
2006	4.500	1.889	1.412	1.167	1.179	1.000	1.000	1.030	
2007	3.000	1.833	1.182	1.192	1.032	1.031	1.091		
2008	9.000	2.000	1.333	1.208	1.276	1.000			
2009	3.000	1.733	1.308	1.147	1.205				
2010	3.250	1.923	1.280	1.125					
2011	2.333	1.714	1.542						
2012	3.400	2.118							
2013	2.400								
Simple Avg. - Incremental	4.464	2.130	1.296	1.146	1.169	1.013	1.023	1.004	1.002
Wtd Avg. All - Incremental	3.901	2.037	1.276	1.137	1.168	1.012	1.018	1.003	1.002
Wtd Latest Five - Incremental	2.840	1.897	1.330	1.164	1.160	1.018	1.038	1.011	1.000
Selected Incremental - Prior 12/31/13	3.500	1.900	1.300	1.175	1.165	1.015	1.000	1.000	1.000
Selected - Incremental	3.500	2.000	1.325	1.165	1.165	1.015	1.000	1.000	1.000
Selected - Cumulative	12.777	3.651	1.825	1.378	1.182	1.015	1.000	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 2009	Birth Year 2010	Birth Year 2011	Birth Year 2012	Birth Year 2013	Birth Year 2014
-----	-----	-----	-----	-----	-----	-----
(1)	(2)	(3)	(4)	(5)	(6)	(7)

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

2015	1.67%	1.97%	1.69%	1.70%	1.67%	1.20%
2016	1.20%	1.63%	1.93%	1.66%	1.67%	1.65%
2017	1.29%	1.18%	1.61%	1.90%	1.63%	1.65%
2018	1.24%	1.27%	1.16%	1.58%	1.87%	1.61%
2019	1.39%	1.22%	1.25%	1.14%	1.55%	1.85%
2020	1.84%	1.37%	1.20%	1.23%	1.12%	1.53%
2021	1.62%	1.80%	1.34%	1.18%	1.21%	1.11%
2022	1.75%	1.59%	1.77%	1.32%	1.16%	1.19%
2023	1.74%	1.71%	1.56%	1.74%	1.30%	1.14%
2024	1.99%	1.70%	1.68%	1.53%	1.72%	1.28%
2025	1.86%	1.95%	1.67%	1.65%	1.51%	1.69%
2026	1.88%	1.82%	1.92%	1.65%	1.63%	1.49%
2027	1.90%	1.85%	1.79%	1.89%	1.62%	1.61%
2028	1.88%	1.86%	1.82%	1.76%	1.85%	1.60%
2029	1.95%	1.85%	1.83%	1.78%	1.73%	1.83%
2030	2.15%	1.91%	1.81%	1.80%	1.75%	1.71%
2031	2.30%	2.11%	1.88%	1.78%	1.77%	1.73%
2032	2.30%	2.26%	2.07%	1.84%	1.75%	1.75%
2033	2.36%	2.26%	2.22%	2.04%	1.81%	1.73%
2034	2.31%	2.32%	2.22%	2.18%	2.00%	1.79%
2035	2.31%	2.27%	2.28%	2.18%	2.15%	1.98%
2036	2.43%	2.26%	2.23%	2.24%	2.15%	2.12%
2037	2.37%	2.38%	2.22%	2.19%	2.20%	2.12%
2038	2.29%	2.32%	2.34%	2.19%	2.15%	2.18%
2039	2.22%	2.24%	2.28%	2.30%	2.15%	2.13%
2040	2.14%	2.17%	2.20%	2.25%	2.26%	2.12%
2041	2.08%	2.09%	2.14%	2.17%	2.21%	2.24%
2042	1.99%	2.04%	2.06%	2.10%	2.13%	2.18%
2043	1.92%	1.95%	2.01%	2.02%	2.07%	2.10%
2044	1.85%	1.88%	1.92%	1.97%	1.99%	2.04%
2045	1.80%	1.81%	1.85%	1.88%	1.94%	1.97%
2046	1.75%	1.77%	1.78%	1.82%	1.85%	1.92%
2047	1.71%	1.72%	1.74%	1.75%	1.79%	1.83%
2048	1.66%	1.68%	1.69%	1.71%	1.72%	1.77%
2049	1.60%	1.63%	1.65%	1.66%	1.68%	1.70%
2050	1.54%	1.57%	1.60%	1.62%	1.63%	1.66%
2051	1.50%	1.51%	1.54%	1.57%	1.59%	1.61%
2052	1.46%	1.47%	1.49%	1.52%	1.55%	1.57%
2053	1.40%	1.44%	1.45%	1.46%	1.49%	1.53%
2054	1.37%	1.37%	1.41%	1.42%	1.44%	1.47%
2055	1.31%	1.34%	1.35%	1.39%	1.40%	1.42%
2056	1.27%	1.28%	1.32%	1.33%	1.36%	1.38%
2057	1.24%	1.25%	1.26%	1.30%	1.30%	1.35%
2058	1.17%	1.22%	1.23%	1.24%	1.27%	1.29%
2059	1.16%	1.15%	1.20%	1.21%	1.22%	1.26%
2060	1.11%	1.14%	1.13%	1.18%	1.19%	1.20%
2061	1.09%	1.09%	1.12%	1.11%	1.16%	1.17%
2062	1.04%	1.07%	1.07%	1.10%	1.09%	1.14%
2063	0.99%	1.02%	1.05%	1.05%	1.08%	1.08%
2064	0.95%	0.97%	1.00%	1.03%	1.03%	1.07%

Note: (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 2009	Birth Year 2010	Birth Year 2011	Birth Year 2012	Birth Year 2013	Birth Year 2014
-----	-----	-----	-----	-----	-----	-----
(1)	(2)	(3)	(4)	(5)	(6)	(7)

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

2065	0.91%	0.93%	0.95%	0.98%	1.01%	1.02%
2066	0.89%	0.89%	0.92%	0.93%	0.97%	1.00%
2067	0.85%	0.87%	0.87%	0.90%	0.92%	0.96%
2068	0.81%	0.83%	0.85%	0.86%	0.89%	0.91%
2069	0.78%	0.79%	0.82%	0.84%	0.84%	0.88%
2070	0.73%	0.76%	0.78%	0.81%	0.83%	0.83%
2071	0.71%	0.72%	0.75%	0.76%	0.79%	0.82%
2072	0.67%	0.69%	0.70%	0.73%	0.75%	0.78%
2073	0.63%	0.65%	0.68%	0.69%	0.72%	0.74%
2074	0.61%	0.62%	0.64%	0.67%	0.68%	0.71%
2075	0.57%	0.60%	0.61%	0.63%	0.66%	0.67%
2076	0.55%	0.56%	0.59%	0.60%	0.62%	0.65%
2077	0.51%	0.54%	0.55%	0.58%	0.59%	0.61%
2078	0.48%	0.50%	0.53%	0.54%	0.57%	0.58%
2079	0.45%	0.47%	0.49%	0.52%	0.53%	0.56%
2080	0.42%	0.45%	0.46%	0.49%	0.51%	0.53%
2081	0.40%	0.41%	0.44%	0.45%	0.48%	0.50%
2082	0.37%	0.40%	0.41%	0.43%	0.45%	0.47%
2083	0.34%	0.37%	0.39%	0.40%	0.42%	0.44%
2084	0.32%	0.34%	0.36%	0.38%	0.39%	0.42%
2085	0.30%	0.31%	0.33%	0.35%	0.38%	0.39%
2086	0.27%	0.29%	0.31%	0.33%	0.35%	0.37%
2087	0.25%	0.27%	0.29%	0.30%	0.32%	0.34%
2088	0.23%	0.25%	0.26%	0.28%	0.30%	0.32%
2089	0.21%	0.22%	0.24%	0.26%	0.28%	0.29%
2090	0.19%	0.21%	0.22%	0.24%	0.26%	0.27%
2091	0.17%	0.18%	0.20%	0.22%	0.23%	0.25%
2092	0.15%	0.17%	0.18%	0.20%	0.21%	0.23%
2093	0.13%	0.15%	0.16%	0.18%	0.20%	0.21%
2094	0.12%	0.13%	0.15%	0.16%	0.18%	0.19%
2095	0.10%	0.12%	0.13%	0.15%	0.16%	0.17%
2096	0.09%	0.10%	0.11%	0.13%	0.14%	0.16%
2097	0.08%	0.09%	0.10%	0.11%	0.12%	0.14%
2098	0.07%	0.08%	0.09%	0.10%	0.11%	0.12%
2099	0.06%	0.06%	0.07%	0.09%	0.10%	0.11%
2100	0.05%	0.06%	0.06%	0.07%	0.09%	0.10%
2101	0.04%	0.05%	0.06%	0.06%	0.07%	0.08%
2102	0.03%	0.04%	0.04%	0.05%	0.06%	0.07%
2103	0.02%	0.03%	0.04%	0.04%	0.05%	0.06%
2104	0.02%	0.02%	0.03%	0.04%	0.04%	0.05%
2105	0.02%	0.02%	0.02%	0.03%	0.04%	0.04%
2106	0.01%	0.02%	0.02%	0.02%	0.03%	0.04%
2107	0.01%	0.01%	0.01%	0.02%	0.02%	0.03%
2108	0.01%	0.01%	0.01%	0.01%	0.02%	0.02%
2109	0.00%	0.01%	0.01%	0.01%	0.01%	0.02%
2110	0.00%	0.00%	0.01%	0.01%	0.01%	0.01%
2111	0.00%	0.00%	0.00%	0.01%	0.01%	0.01%
2112	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%
2113	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%
2114	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: (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 1999	Birth Year 2000	Birth Year 2001	Birth Year 2002	Birth Year 2003	Birth Year 2004	Birth Year 2005	Birth Year 2006	Birth Year 2007	Birth Year 2008
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Percent of Remaining (O/S) Loss &amp; Expense Payments By Calendar Year</b>										
<b>Future Payments Based on 2014 Level - After Mortality</b>										
2015	3.68%	2.42%	3.66%	3.08%	4.48%	3.91%	2.86%	3.66%	1.33%	1.23%
2016	3.08%	1.76%	2.35%	1.71%	2.61%	1.95%	1.48%	1.50%	1.28%	1.32%
2017	3.47%	3.14%	2.49%	2.43%	3.47%	2.73%	2.74%	2.50%	1.43%	1.26%
2018	3.33%	2.96%	2.41%	2.38%	3.33%	2.65%	2.57%	2.43%	1.90%	1.42%
2019	3.27%	2.93%	2.63%	2.58%	3.68%	3.00%	2.67%	2.67%	1.67%	1.87%
2020	3.17%	2.66%	2.28%	2.27%	3.13%	2.55%	2.35%	2.42%	1.80%	1.65%
2021	4.36%	3.18%	3.33%	2.77%	3.69%	3.09%	2.69%	2.87%	1.79%	1.78%
2022	3.49%	2.78%	2.63%	2.47%	2.88%	2.42%	2.10%	2.30%	2.05%	1.77%
2023	3.38%	2.64%	2.57%	2.41%	2.80%	2.38%	2.02%	2.26%	1.91%	2.02%
2024	3.41%	2.67%	2.86%	2.84%	3.19%	2.79%	2.22%	2.55%	1.94%	1.89%
2025	3.12%	2.35%	2.42%	2.43%	3.47%	2.25%	1.81%	2.23%	1.96%	1.92%
2026	3.18%	2.23%	2.37%	2.41%	3.36%	2.56%	1.75%	2.19%	1.94%	1.93%
2027	3.04%	2.60%	2.30%	2.32%	3.21%	2.48%	2.40%	2.12%	2.00%	1.91%
2028	3.34%	2.90%	2.83%	2.60%	3.61%	2.94%	2.67%	2.64%	2.21%	1.98%
2029	2.83%	2.37%	2.65%	2.64%	3.29%	2.70%	2.40%	2.45%	2.37%	2.19%
2030	2.70%	2.21%	2.31%	2.37%	2.88%	2.30%	2.14%	2.15%	2.37%	2.34%
2031	2.60%	2.09%	2.25%	2.29%	2.75%	2.27%	2.06%	2.10%	2.43%	2.34%
2032	2.50%	1.98%	2.19%	2.25%	2.65%	2.22%	2.22%	2.05%	2.38%	2.40%
2033	2.39%	1.87%	2.12%	2.18%	2.52%	2.15%	2.13%	2.19%	2.38%	2.35%
2034	2.40%	1.89%	2.35%	2.41%	2.75%	2.47%	2.28%	2.40%	2.50%	2.35%
2035	2.50%	1.95%	2.25%	2.36%	2.70%	2.47%	2.29%	2.38%	2.44%	2.47%
2036	2.10%	1.58%	2.01%	2.01%	2.19%	1.97%	1.93%	2.01%	2.35%	2.41%
2037	2.00%	1.49%	1.95%	1.96%	2.08%	1.91%	1.86%	1.96%	2.28%	2.33%
2038	1.92%	1.41%	1.91%	1.93%	1.99%	1.87%	1.82%	1.91%	2.20%	2.26%
2039	1.83%	2.02%	2.05%	2.01%	2.08%	2.05%	1.87%	2.02%	2.14%	2.17%
2040	1.74%	1.92%	1.78%	1.80%	1.78%	1.75%	1.70%	1.79%	2.05%	2.12%
2041	1.67%	1.84%	1.74%	1.75%	1.70%	1.70%	1.66%	1.74%	1.98%	2.02%
2042	1.80%	1.92%	1.80%	1.92%	1.87%	1.98%	1.82%	1.92%	1.90%	1.95%
2043	1.50%	1.69%	1.62%	1.64%	1.51%	1.58%	1.55%	1.63%	1.86%	1.88%
2044	1.51%	1.71%	1.81%	1.80%	1.64%	1.83%	1.68%	1.78%	1.80%	1.83%
2045	1.36%	1.56%	1.52%	1.54%	1.34%	1.48%	1.46%	1.52%	1.76%	1.78%
2046	1.28%	1.50%	1.47%	1.50%	1.26%	1.43%	1.41%	1.47%	1.71%	1.74%
2047	1.22%	1.44%	1.43%	1.45%	1.19%	1.39%	1.39%	1.43%	1.65%	1.69%
2048	1.15%	1.39%	1.37%	1.39%	1.11%	1.33%	1.33%	1.37%	1.59%	1.63%
2049	1.23%	1.44%	1.57%	1.63%	1.33%	1.73%	1.55%	1.63%	1.55%	1.57%
2050	1.03%	1.28%	1.29%	1.31%	0.97%	1.24%	1.27%	1.28%	1.51%	1.53%
2051	0.96%	1.23%	1.23%	1.25%	0.90%	1.19%	1.22%	1.23%	1.44%	1.49%
2052	0.90%	1.18%	1.19%	1.20%	0.84%	1.14%	1.18%	1.18%	1.41%	1.42%
2053	0.85%	1.14%	1.15%	1.16%	0.78%	1.10%	1.26%	1.26%	1.35%	1.39%
2054	0.83%	1.15%	1.27%	1.26%	0.82%	1.25%	1.33%	1.34%	1.31%	1.33%
2055	0.74%	1.05%	1.06%	1.11%	0.66%	1.00%	1.17%	1.16%	1.28%	1.29%
2056	0.78%	1.05%	1.08%	1.19%	0.71%	1.16%	1.28%	1.24%	1.21%	1.26%
2057	0.64%	0.97%	0.97%	1.02%	0.55%	0.91%	1.10%	1.07%	1.19%	1.19%
2058	0.59%	0.94%	0.93%	0.98%	0.50%	0.87%	1.07%	1.02%	1.14%	1.18%
2059	0.55%	0.92%	1.01%	1.02%	0.51%	0.95%	1.10%	1.06%	1.12%	1.13%
2060	0.50%	0.87%	0.85%	0.89%	0.41%	0.79%	1.00%	0.93%	1.07%	1.11%
2061	0.46%	0.83%	0.81%	0.85%	0.37%	0.75%	0.96%	0.89%	1.02%	1.06%
2062	0.42%	0.80%	0.77%	0.82%	0.33%	0.71%	0.94%	0.85%	0.98%	1.00%
2063	0.43%	0.78%	0.76%	0.85%	0.34%	0.80%	1.00%	0.89%	0.93%	0.97%
2064	0.37%	0.78%	0.80%	0.81%	0.30%	0.75%	0.95%	0.85%	0.91%	0.92%

Note: (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 1999	Birth Year 2000	Birth Year 2001	Birth Year 2002	Birth Year 2003	Birth Year 2004	Birth Year 2005	Birth Year 2006	Birth Year 2007	Birth Year 2008
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Percent of Remaining (O/S) Loss &amp; Expense Payments By Calendar Year</b>										
<b>Future Payments Based on 2014 Level - After Mortality</b>										
2065	0.32%	0.71%	0.66%	0.69%	0.23%	0.60%	0.84%	0.73%	0.88%	0.90%
2066	0.28%	0.68%	0.62%	0.65%	0.20%	0.56%	0.80%	0.69%	0.83%	0.87%
2067	0.25%	0.65%	0.58%	0.61%	0.17%	0.52%	0.76%	0.65%	0.80%	0.82%
2068	0.23%	0.63%	0.55%	0.58%	0.15%	0.49%	0.74%	0.62%	0.75%	0.79%
2069	0.20%	0.61%	0.58%	0.58%	0.14%	0.52%	0.74%	0.62%	0.73%	0.74%
2070	0.20%	0.58%	0.49%	0.55%	0.13%	0.50%	0.73%	0.59%	0.69%	0.72%
2071	0.16%	0.55%	0.44%	0.48%	0.09%	0.39%	0.64%	0.51%	0.65%	0.68%
2072	0.14%	0.52%	0.41%	0.44%	0.07%	0.36%	0.60%	0.48%	0.63%	0.64%
2073	0.12%	0.50%	0.37%	0.41%	0.06%	0.33%	0.57%	0.44%	0.59%	0.62%
2074	0.11%	0.49%	0.40%	0.42%	0.06%	0.37%	0.59%	0.45%	0.56%	0.58%
2075	0.09%	0.44%	0.31%	0.35%	0.04%	0.28%	0.50%	0.38%	0.53%	0.56%
2076	0.07%	0.42%	0.28%	0.32%	0.03%	0.25%	0.47%	0.35%	0.49%	0.52%
2077	0.07%	0.39%	0.27%	0.32%	0.03%	0.27%	0.49%	0.34%	0.47%	0.49%
2078	0.05%	0.37%	0.23%	0.27%	0.02%	0.21%	0.41%	0.30%	0.44%	0.46%
2079	0.04%	0.35%	0.23%	0.27%	0.02%	0.21%	0.40%	0.29%	0.42%	0.43%
2080	0.03%	0.32%	0.18%	0.23%	0.01%	0.17%	0.36%	0.25%	0.38%	0.41%
2081	0.02%	0.29%	0.16%	0.20%	0.01%	0.15%	0.33%	0.23%	0.35%	0.38%
2082	0.02%	0.27%	0.14%	0.18%	0.01%	0.13%	0.30%	0.20%	0.33%	0.35%
2083	0.01%	0.25%	0.12%	0.17%	0.00%	0.12%	0.27%	0.18%	0.31%	0.33%
2084	0.01%	0.23%	0.12%	0.17%	0.00%	0.14%	0.29%	0.19%	0.28%	0.30%
2085	0.01%	0.20%	0.08%	0.13%	0.00%	0.09%	0.22%	0.15%	0.26%	0.28%
2086	0.01%	0.18%	0.07%	0.12%	0.00%	0.08%	0.20%	0.13%	0.24%	0.25%
2087	0.00%	0.16%	0.06%	0.10%	0.00%	0.07%	0.17%	0.12%	0.22%	0.23%
2088	0.00%	0.14%	0.05%	0.09%	0.00%	0.06%	0.15%	0.10%	0.19%	0.21%
2089	0.00%	0.12%	0.04%	0.08%	0.00%	0.06%	0.14%	0.09%	0.18%	0.19%
2090	0.00%	0.10%	0.03%	0.07%	0.00%	0.04%	0.11%	0.08%	0.16%	0.17%
2091	0.00%	0.09%	0.02%	0.06%	0.00%	0.04%	0.10%	0.07%	0.14%	0.16%
2092	0.00%	0.07%	0.02%	0.05%	0.00%	0.03%	0.08%	0.06%	0.12%	0.14%
2093	0.00%	0.06%	0.01%	0.04%	0.00%	0.02%	0.07%	0.05%	0.11%	0.12%
2094	0.00%	0.05%	0.01%	0.03%	0.00%	0.02%	0.06%	0.04%	0.09%	0.11%
2095	0.00%	0.04%	0.01%	0.03%	0.00%	0.02%	0.04%	0.03%	0.08%	0.09%
2096	0.00%	0.03%	0.00%	0.02%	0.00%	0.01%	0.04%	0.03%	0.07%	0.08%
2097	0.00%	0.02%	0.00%	0.02%	0.00%	0.01%	0.03%	0.02%	0.06%	0.07%
2098	0.00%	0.02%	0.00%	0.01%	0.00%	0.01%	0.02%	0.02%	0.05%	0.06%
2099	0.00%	0.01%	0.00%	0.01%	0.00%	0.01%	0.02%	0.01%	0.04%	0.05%
2100	0.00%	0.00%	0.00%	0.01%	0.00%	0.00%	0.01%	0.01%	0.03%	0.04%
2101	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.03%	0.03%
2102	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	0.02%	0.03%
2103	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	0.02%
2104	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.02%
2105	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%
2106	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%
2107	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%
2108	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%
2110	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%
2112	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%
2114	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: (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
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Percent of Remaining (O/S) Loss &amp; Expense Payments By Calendar Year</b>										
<b>Future Payments Based on 2014 Level - After Mortality</b>										
2015	5.56%	4.79%	3.39%	3.23%	5.02%	3.67%	3.81%	2.66%	2.72%	3.16%
2016	3.86%	3.64%	2.59%	2.36%	3.09%	1.77%	2.36%	1.73%	1.71%	2.14%
2017	3.87%	6.10%	2.66%	2.63%	3.37%	2.00%	2.74%	3.26%	2.11%	2.49%
2018	3.58%	5.73%	2.97%	2.63%	3.09%	1.97%	2.68%	3.74%	2.05%	2.52%
2019	3.50%	5.75%	3.22%	3.03%	3.12%	2.16%	2.79%	3.81%	2.95%	2.53%
2020	3.12%	5.14%	2.86%	2.67%	2.91%	1.95%	2.60%	3.38%	2.60%	2.58%
2021	3.83%	5.28%	3.43%	3.11%	3.26%	2.48%	3.22%	3.79%	3.17%	3.05%
2022	2.86%	4.53%	2.73%	2.62%	2.69%	1.96%	2.69%	3.05%	2.48%	2.46%
2023	2.71%	4.29%	2.68%	2.51%	2.56%	1.95%	2.66%	3.18%	2.44%	2.35%
2024	2.82%	4.46%	2.97%	2.86%	2.74%	2.19%	2.85%	3.37%	2.90%	2.60%
2025	2.46%	3.77%	2.56%	2.44%	2.31%	1.90%	2.54%	2.89%	2.43%	2.53%
2026	2.36%	3.56%	2.49%	2.63%	2.28%	1.90%	2.50%	2.77%	2.39%	2.52%
2027	2.26%	3.32%	2.43%	2.50%	2.18%	1.86%	2.44%	2.65%	2.33%	2.39%
2028	2.58%	3.42%	2.65%	2.75%	2.39%	2.32%	2.70%	2.82%	2.74%	2.68%
2029	2.25%	3.12%	2.56%	2.67%	2.23%	2.03%	2.49%	2.62%	2.53%	2.38%
2030	2.03%	2.72%	2.31%	2.40%	1.96%	1.81%	2.29%	2.33%	2.19%	2.25%
2031	1.96%	2.54%	2.25%	2.29%	1.91%	1.79%	2.24%	2.24%	2.14%	2.14%
2032	1.91%	2.39%	2.20%	2.24%	1.86%	1.78%	2.20%	2.15%	2.10%	2.09%
2033	1.85%	2.21%	2.14%	2.18%	1.80%	1.75%	2.14%	2.07%	2.05%	2.03%
2034	2.00%	2.29%	2.35%	2.53%	2.00%	1.97%	2.30%	2.22%	2.36%	2.21%
2035	2.05%	2.11%	2.14%	2.36%	1.95%	2.16%	2.31%	2.11%	2.34%	2.23%
2036	1.70%	1.77%	1.98%	2.05%	1.67%	1.69%	1.99%	1.85%	1.91%	1.87%
2037	1.66%	1.64%	1.92%	1.99%	1.63%	1.67%	1.94%	1.78%	1.86%	1.82%
2038	1.62%	1.53%	1.87%	2.00%	1.60%	1.66%	1.90%	1.72%	1.83%	1.83%
2039	1.70%	1.49%	1.98%	2.09%	1.71%	1.78%	1.95%	1.79%	2.02%	1.82%
2040	1.53%	1.29%	1.76%	1.83%	1.53%	1.60%	1.80%	1.60%	1.73%	1.69%
2041	1.49%	1.19%	1.71%	1.79%	1.50%	1.59%	1.76%	1.55%	1.70%	1.65%
2042	1.69%	1.18%	1.74%	1.98%	1.65%	1.95%	1.91%	1.64%	1.96%	1.89%
2043	1.41%	0.99%	1.61%	1.67%	1.43%	1.53%	1.65%	1.45%	1.60%	1.56%
2044	1.54%	1.00%	1.74%	1.86%	1.60%	1.91%	1.77%	1.57%	1.87%	1.67%
2045	1.34%	0.82%	1.51%	1.57%	1.37%	1.67%	1.56%	1.36%	1.52%	1.48%
2046	1.30%	0.74%	1.45%	1.56%	1.34%	1.64%	1.51%	1.31%	1.48%	1.48%
2047	1.26%	0.67%	1.41%	1.46%	1.31%	1.62%	1.47%	1.27%	1.44%	1.40%
2048	1.22%	0.60%	1.35%	1.41%	1.28%	1.58%	1.41%	1.23%	1.39%	1.36%
2049	1.48%	0.61%	1.46%	1.65%	1.53%	1.88%	1.60%	1.39%	1.81%	1.59%
2050	1.15%	0.48%	1.26%	1.35%	1.22%	1.53%	1.32%	1.15%	1.32%	1.32%
2051	1.11%	0.42%	1.21%	1.25%	1.18%	1.49%	1.27%	1.11%	1.27%	1.24%
2052	1.08%	0.37%	1.16%	1.20%	1.15%	1.45%	1.22%	1.07%	1.23%	1.21%
2053	1.04%	0.33%	1.12%	1.15%	1.13%	1.43%	1.18%	1.03%	1.19%	1.17%
2054	1.13%	0.31%	1.18%	1.29%	1.25%	1.55%	1.23%	1.11%	1.38%	1.28%
2055	0.96%	0.24%	1.02%	1.04%	1.06%	1.35%	1.08%	0.96%	1.11%	1.10%
2056	1.07%	0.23%	1.01%	1.10%	1.16%	1.50%	1.14%	1.00%	1.26%	1.23%
2057	0.89%	0.18%	0.93%	0.94%	1.00%	1.28%	0.98%	0.88%	1.02%	1.02%
2058	0.85%	0.15%	0.89%	0.92%	0.96%	1.24%	0.93%	0.84%	0.98%	1.02%
2059	0.89%	0.13%	0.90%	0.93%	1.03%	1.31%	0.94%	0.87%	1.11%	1.01%
2060	0.78%	0.10%	0.80%	0.79%	0.90%	1.17%	0.84%	0.77%	0.90%	0.92%
2061	0.74%	0.08%	0.76%	0.74%	0.86%	1.13%	0.80%	0.73%	0.86%	0.88%
2062	0.70%	0.07%	0.72%	0.73%	0.83%	1.10%	0.75%	0.70%	0.83%	0.88%
2063	0.76%	0.06%	0.70%	0.72%	0.89%	1.20%	0.77%	0.72%	0.92%	0.93%
2064	0.71%	0.05%	0.69%	0.69%	0.87%	1.13%	0.72%	0.69%	0.91%	0.85%

Note: (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
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Percent of Remaining (O/S) Loss &amp; Expense Payments By Calendar Year</b>										
<b>Future Payments Based on 2014 Level - After Mortality</b>										
2065	0.59%	0.03%	0.60%	0.57%	0.73%	0.98%	0.62%	0.59%	0.71%	0.74%
2066	0.55%	0.02%	0.57%	0.54%	0.69%	0.93%	0.58%	0.55%	0.67%	0.73%
2067	0.52%	0.02%	0.53%	0.48%	0.65%	0.89%	0.53%	0.51%	0.63%	0.67%
2068	0.48%	0.01%	0.50%	0.44%	0.62%	0.85%	0.49%	0.48%	0.60%	0.64%
2069	0.48%	0.01%	0.48%	0.44%	0.64%	0.86%	0.48%	0.48%	0.66%	0.63%
2070	0.46%	0.01%	0.44%	0.42%	0.61%	0.88%	0.45%	0.45%	0.61%	0.67%
2071	0.37%	0.00%	0.40%	0.34%	0.51%	0.73%	0.38%	0.38%	0.49%	0.53%
2072	0.33%	0.00%	0.37%	0.30%	0.47%	0.68%	0.34%	0.34%	0.45%	0.50%
2073	0.30%	0.00%	0.34%	0.27%	0.44%	0.64%	0.31%	0.31%	0.42%	0.46%
2074	0.30%	0.00%	0.32%	0.29%	0.46%	0.66%	0.30%	0.31%	0.48%	0.49%
2075	0.24%	0.00%	0.28%	0.22%	0.37%	0.55%	0.25%	0.25%	0.36%	0.40%
2076	0.21%	0.00%	0.25%	0.19%	0.33%	0.51%	0.22%	0.22%	0.33%	0.37%
2077	0.20%	0.00%	0.23%	0.18%	0.34%	0.56%	0.20%	0.22%	0.34%	0.39%
2078	0.15%	0.00%	0.20%	0.15%	0.27%	0.43%	0.16%	0.17%	0.27%	0.32%
2079	0.14%	0.00%	0.18%	0.14%	0.26%	0.42%	0.15%	0.16%	0.29%	0.29%
2080	0.11%	0.00%	0.16%	0.11%	0.21%	0.36%	0.12%	0.13%	0.22%	0.25%
2081	0.09%	0.00%	0.14%	0.09%	0.18%	0.32%	0.10%	0.11%	0.19%	0.22%
2082	0.07%	0.00%	0.12%	0.08%	0.16%	0.28%	0.08%	0.09%	0.17%	0.21%
2083	0.05%	0.00%	0.10%	0.07%	0.14%	0.25%	0.07%	0.07%	0.15%	0.17%
2084	0.05%	0.00%	0.09%	0.07%	0.14%	0.28%	0.06%	0.07%	0.18%	0.18%
2085	0.03%	0.00%	0.07%	0.05%	0.10%	0.19%	0.04%	0.05%	0.11%	0.13%
2086	0.02%	0.00%	0.06%	0.04%	0.08%	0.16%	0.03%	0.04%	0.10%	0.11%
2087	0.02%	0.00%	0.05%	0.03%	0.06%	0.14%	0.03%	0.03%	0.08%	0.09%
2088	0.01%	0.00%	0.04%	0.03%	0.05%	0.11%	0.02%	0.02%	0.07%	0.08%
2089	0.00%	0.00%	0.03%	0.02%	0.04%	0.10%	0.01%	0.02%	0.07%	0.06%
2090	0.00%	0.00%	0.02%	0.02%	0.03%	0.08%	0.01%	0.01%	0.05%	0.05%
2091	0.00%	0.00%	0.02%	0.01%	0.02%	0.07%	0.01%	0.01%	0.04%	0.04%
2092	0.00%	0.00%	0.00%	0.00%	0.02%	0.05%	0.00%	0.01%	0.03%	0.03%
2093	0.00%	0.00%	0.00%	0.00%	0.01%	0.04%	0.00%	0.00%	0.02%	0.02%
2094	0.00%	0.00%	0.00%	0.00%	0.00%	0.03%	0.00%	0.00%	0.02%	0.02%
2095	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%
2096	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%
2097	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.01%
2098	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2099	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2100	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%
2102	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%
2104	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%
2106	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%
2108	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%
2110	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%
2112	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%
2114	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: (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 Basis	
Date of Birth							Percent of Total	
Life Expectancy @ 12/31/14	38.16	38.16	9.45	9.45	9.84	28.64	By Year	
Sex	M	M	M	M	F	F	Totals	
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Attained Age	<b>Incremental Payments By Claim By Year - 2014 Level - After Mortality (a)</b>							
19	104,641	182,039	53,035	42,023	108,602	102,166	592,506	2.66%
20	93,777	150,788	48,729	13,241	74,548	3,948	385,030	1.73%
21	119,380	151,550	177,560	118,541	103,099	56,545	726,674	3.26%
22	118,115	149,464	161,300	163,288	105,490	135,709	833,367	3.74%
23	116,839	166,832	147,390	149,206	113,210	155,709	849,186	3.81%
24	115,553	146,691	135,477	136,394	88,897	130,780	753,792	3.38%
25	114,258	179,854	142,892	144,401	101,938	160,760	844,103	3.79%
26	112,954	142,934	111,269	112,641	73,918	124,990	678,706	3.05%
27	177,348	136,012	101,726	102,415	67,571	122,746	707,817	3.18%
28	175,246	160,837	95,421	94,535	78,322	146,213	750,574	3.37%
29	173,123	132,330	82,563	83,580	55,576	117,027	644,199	2.89%
30	170,979	131,128	74,973	75,480	50,508	114,776	617,843	2.77%
31	168,811	129,034	66,871	67,695	45,493	111,752	589,656	2.65%
32	166,620	159,738	69,972	70,711	51,633	109,125	627,799	2.82%
33	164,407	142,903	54,003	54,369	43,314	125,037	584,033	2.62%
34	162,172	123,959	47,775	48,363	33,127	103,893	519,289	2.33%
35	159,914	122,233	42,467	42,990	29,658	101,289	498,552	2.24%
36	157,634	120,893	37,923	38,179	26,572	99,030	480,231	2.15%
37	155,329	118,728	33,241	33,651	23,581	96,106	460,636	2.07%
38	153,000	140,421	30,552	30,268	26,778	114,268	495,286	2.22%
39	150,648	144,810	30,165	30,340	23,387	91,266	470,616	2.11%
40	148,272	113,334	22,441	22,717	16,351	88,394	411,509	1.85%
41	145,870	111,498	19,540	19,780	14,378	85,841	396,907	1.78%
42	143,441	110,009	17,073	17,189	12,640	83,581	383,933	1.72%
43	140,983	122,182	14,625	14,806	12,865	94,538	399,999	1.79%
44	138,494	105,860	12,564	12,719	9,557	78,234	357,429	1.60%
45	135,971	104,280	10,821	10,894	8,300	75,974	346,239	1.55%
46	133,413	127,902	10,652	10,764	8,969	73,207	364,909	1.64%
47	130,818	99,993	7,709	7,804	6,110	70,708	323,141	1.45%
48	128,183	117,972	6,804	6,706	6,682	83,579	349,925	1.57%
49	125,505	95,932	5,391	5,457	4,419	65,737	302,442	1.36%
50	122,783	93,851	4,457	4,512	3,725	63,267	292,596	1.31%
51	120,014	92,041	3,683	3,708	3,131	61,015	283,592	1.27%
52	117,196	89,581	2,970	3,007	2,595	58,360	273,710	1.23%
53	114,330	121,301	2,790	2,820	3,062	65,468	309,772	1.39%
54	111,416	85,447	1,919	1,932	1,762	53,694	256,170	1.15%
55	108,451	82,896	1,500	1,518	1,428	51,115	246,908	1.11%
56	105,436	80,592	1,167	1,181	1,150	48,739	238,266	1.07%
57	102,370	78,510	903	909	921	46,543	230,156	1.03%
58	99,253	91,093	708	702	928	53,824	246,507	1.11%
59	96,088	73,447	506	512	567	41,748	212,868	0.96%
60	92,876	89,277	436	438	552	39,605	223,184	1.00%
61	89,618	68,501	267	270	333	37,223	196,211	0.88%
62	86,313	65,975	188	191	251	35,008	187,926	0.84%
63	82,963	72,111	131	132	218	38,543	194,098	0.87%
64	79,568	60,819	88	89	135	30,694	171,392	0.77%
65	76,130	58,191	57	58	97	28,603	163,136	0.73%
66	72,653	55,719	37	37	68	26,650	155,164	0.70%
67	69,144	66,287	26	26	59	24,567	160,110	0.72%
68	65,613	60,219	14	14	40	27,651	153,551	0.69%
Subtotals:	6,213,916	5,627,995	1,894,769	1,803,203	1,446,514	3,955,248	20,941,644	93.96%

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	
Date of Birth							of Total	
Life Expectancy @ 12/31/14	38.16	38.16	9.45	9.45	9.84	28.64	By Year	
Sex	M	M	M	M	F	F	Totals	
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Attained Age</b>	<b>Incremental Payments By Claim By Year - 2014 Level - After Mortality (a)</b>							
69	62,073	47,606	8	8	20	20,830	130,545	0.59%
70	58,534	44,741	4	4	13	18,952	122,249	0.55%
71	55,002	42,042	2	2	8	17,214	114,270	0.51%
72	51,484	39,484	1	1	5	15,600	106,575	0.48%
73	47,987	41,587	0	0	3	16,337	105,915	0.48%
74	44,519	42,680	0	0	2	12,444	99,645	0.45%
75	41,092	31,514	0	0	1	11,053	83,660	0.38%
76	37,719	28,831	0	0	0	9,671	76,222	0.34%
77	34,416	26,306	0	0	0	8,414	69,137	0.31%
78	31,200	28,714	0	0	0	8,880	68,794	0.31%
79	28,087	21,469	0	0	0	6,175	55,732	0.25%
80	25,095	19,182	0	0	0	5,198	49,474	0.22%
81	22,238	21,376	0	0	0	4,330	47,944	0.22%
82	19,530	14,928	0	0	0	3,528	37,985	0.17%
83	16,984	14,719	-	-	0	3,318	35,021	0.16%
84	14,614	11,208	-	-	0	2,240	28,063	0.13%
85	12,430	9,501	-	-	0	1,721	23,651	0.11%
86	10,439	7,979	-	-	-	1,293	19,711	0.09%
87	8,647	6,631	-	-	-	948	16,226	0.07%
88	7,055	7,846	-	-	-	817	15,718	0.07%
89	5,662	4,328	-	-	-	457	10,447	0.05%
90	4,464	3,424	-	-	-	300	8,188	0.04%
91	3,451	2,638	-	-	-	187	6,276	0.03%
92	2,612	1,996	-	-	-	111	4,719	0.02%
93	1,931	1,678	-	-	-	73	3,682	0.02%
94	1,392	1,064	-	-	-	32	2,488	0.01%
95	976	935	-	-	-	15	1,927	0.01%
96	664	509	-	-	-	7	1,180	0.01%
97	438	335	-	-	-	3	776	0.00%
98	279	256	-	-	-	1	537	0.00%
99	172	132	-	-	-	0	303	0.00%
100	-	-	-	-	-	0	0	0.00%
<b>Subtotals:</b>	<b>651,184</b>	<b>525,639</b>	<b>16</b>	<b>16</b>	<b>53</b>	<b>170,150</b>	<b>1,347,059</b>	<b>6.04%</b>
<b>Totals All:</b>	<b>6,865,100</b>	<b>6,153,634</b>	<b>1,894,784</b>	<b>1,803,219</b>	<b>1,446,566</b>	<b>4,125,398</b>	<b>22,288,702</b>	<b>100.00%</b>

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 18

Claim Number

Date of Birth

Life Expectancy @ 12/31/14

Sex

38.16	38.16	9.45	9.45	9.84	28.64
M	M	M	M	F	F
(2)	(3)	(4)	(5)	(6)	(7)

Attained Age

19	0.99003	0.99003	0.92042	0.92042	0.92236	0.98142
20	0.97996	0.97996	0.84567	0.84567	0.84960	0.96289
21	0.96978	0.96978	0.77560	0.77560	0.78152	0.94442
22	0.95951	0.95951	0.71001	0.71000	0.71785	0.92601
23	0.94914	0.94914	0.64877	0.64877	0.65838	0.90765
24	0.93869	0.93869	0.59178	0.59178	0.60289	0.88934
25	0.92817	0.92817	0.53885	0.53885	0.55116	0.87108
26	0.91758	0.91758	0.48978	0.48978	0.50301	0.85287
27	0.90692	0.90692	0.44435	0.44435	0.45826	0.83471
28	0.89617	0.89617	0.40231	0.40231	0.41671	0.81660
29	0.88531	0.88531	0.36342	0.36342	0.37819	0.79853
30	0.87435	0.87435	0.32749	0.32749	0.34254	0.78052
31	0.86326	0.86326	0.29435	0.29435	0.30958	0.76254
32	0.85206	0.85206	0.26387	0.26386	0.27917	0.74462
33	0.84074	0.84074	0.23589	0.23589	0.25116	0.72674
34	0.82931	0.82931	0.21029	0.21029	0.22543	0.70892
35	0.81777	0.81777	0.18693	0.18693	0.20182	0.69115
36	0.80610	0.80610	0.16565	0.16565	0.18021	0.67344
37	0.79432	0.79432	0.14632	0.14632	0.16047	0.65578
38	0.78241	0.78241	0.12881	0.12881	0.14247	0.63818
39	0.77038	0.77038	0.11300	0.11300	0.12611	0.62064
40	0.75823	0.75823	0.09878	0.09878	0.11127	0.60316
41	0.74595	0.74595	0.08601	0.08601	0.09784	0.58574
42	0.73353	0.73353	0.07458	0.07458	0.08572	0.56838
43	0.72096	0.72096	0.06438	0.06438	0.07482	0.55107
44	0.70823	0.70823	0.05531	0.05530	0.06504	0.53383
45	0.69533	0.69533	0.04727	0.04726	0.05629	0.51665
46	0.68225	0.68225	0.04017	0.04017	0.04850	0.49953
47	0.66898	0.66898	0.03393	0.03393	0.04158	0.48248
48	0.65550	0.65550	0.02848	0.02848	0.03546	0.46548
49	0.64181	0.64181	0.02373	0.02373	0.03007	0.44856
50	0.62788	0.62788	0.01962	0.01962	0.02535	0.43170
51	0.61372	0.61372	0.01609	0.01609	0.02123	0.41492
52	0.59932	0.59932	0.01307	0.01307	0.01766	0.39822
53	0.58466	0.58466	0.01052	0.01052	0.01459	0.38162
54	0.56975	0.56975	0.00838	0.00838	0.01195	0.36514
55	0.55460	0.55460	0.00660	0.00660	0.00972	0.34878
56	0.53918	0.53918	0.00514	0.00514	0.00783	0.33257
57	0.52350	0.52350	0.00394	0.00394	0.00625	0.31651
58	0.50756	0.50756	0.00299	0.00299	0.00494	0.30060
59	0.49137	0.49137	0.00223	0.00223	0.00386	0.28487
60	0.47495	0.47495	0.00163	0.00163	0.00298	0.26933
61	0.45828	0.45828	0.00118	0.00118	0.00227	0.25399
62	0.44139	0.44139	0.00083	0.00083	0.00171	0.23888
63	0.42426	0.42425	0.00057	0.00057	0.00126	0.22402
64	0.40689	0.40689	0.00039	0.00039	0.00092	0.20944
65	0.38931	0.38931	0.00025	0.00025	0.00066	0.19517
66	0.37153	0.37153	0.00016	0.00016	0.00046	0.18123
67	0.35359	0.35359	0.00010	0.00010	0.00032	0.16764
68	0.33553	0.33553	0.00006	0.00006	0.00021	0.15443





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 @ 12/31/14	38.16	38.16	9.45	9.45	9.84	28.64	By Year	
Sex	M	M	M	M	F	F	Totals	
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Attained Age</b>	<b>Incremental Payments By Claim By Year - 2014 Level - Before Mortality - @ 12/31/14</b>							
19	105,695	183,872	57,621	45,657	117,744	104,100	614,689	0.67%
20	95,695	153,872	57,621	15,657	87,744	4,100	414,689	0.45%
21	123,100	156,272	228,932	152,838	131,921	59,872	852,935	0.93%
22	123,100	155,772	227,182	229,982	146,952	146,552	1,029,540	1.13%
23	123,100	175,772	227,182	229,982	171,952	171,552	1,099,540	1.20%
24	123,100	156,272	228,932	230,482	147,452	147,052	1,033,290	1.13%
25	123,100	193,772	265,182	267,982	184,952	184,552	1,219,540	1.33%
26	123,100	155,772	227,182	229,982	146,952	146,552	1,029,540	1.13%
27	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
28	195,550	179,472	237,182	234,982	187,952	179,052	1,214,190	1.33%
29	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
30	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
31	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
32	195,550	187,472	265,182	267,982	184,952	146,552	1,247,690	1.36%
33	195,550	169,972	228,932	230,482	172,452	172,052	1,169,440	1.28%
34	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
35	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
36	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
37	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
38	195,550	179,472	237,182	234,982	187,952	179,052	1,214,190	1.33%
39	195,550	187,972	266,932	268,482	185,452	147,052	1,251,440	1.37%
40	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
41	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
42	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
43	195,550	169,472	227,182	229,982	171,952	171,552	1,165,690	1.28%
44	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
45	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
46	195,550	187,472	265,182	267,982	184,952	146,552	1,247,690	1.36%
47	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
48	195,550	179,972	238,932	235,482	188,452	179,552	1,217,940	1.33%
49	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
50	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
51	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
52	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
53	195,550	207,472	265,182	267,982	209,952	171,552	1,317,690	1.44%
54	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
55	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
56	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
57	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
58	195,550	179,472	237,182	234,982	187,952	179,052	1,214,190	1.33%
59	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
60	195,550	187,972	266,932	268,482	185,452	147,052	1,251,440	1.37%
61	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
62	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
63	195,550	169,972	228,932	230,482	172,452	172,052	1,169,440	1.28%
64	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
65	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
66	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
67	195,550	187,472	265,182	267,982	184,952	146,552	1,247,690	1.36%
68	195,550	179,472	237,182	234,982	187,952	179,052	1,214,190	1.33%
<b>Subtotals:</b>	<b>9,153,090</b>	<b>8,074,200</b>	<b>11,363,978</b>	<b>11,321,806</b>	<b>7,847,653</b>	<b>7,389,016</b>	<b>55,149,743</b>	<b>60.32%</b>

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								
Date of Birth								
Life Expectancy @ 12/31/14	38.16	38.16	9.45	9.45	9.84	28.64		
Sex	M	M	M	M	F	F	Totals	Percent of Total By Year
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Attained Age	<b>Incremental Payments By Claim By Year - 2014 Level - Before Mortality - @ 12/31/14</b>							
69	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
70	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
71	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
72	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
73	195,550	169,472	227,182	229,982	171,952	171,552	1,165,690	1.28%
74	195,550	187,472	265,182	267,982	184,952	146,552	1,247,690	1.36%
75	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
76	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
77	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
78	195,550	179,972	238,932	235,482	188,452	179,552	1,217,940	1.33%
79	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
80	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
81	195,550	187,972	266,932	268,482	185,452	147,052	1,251,440	1.37%
82	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
83	195,550	169,472	227,182	229,982	171,952	171,552	1,165,690	1.28%
84	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
85	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
86	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
87	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
88	195,550	217,472	275,182	272,982	225,952	179,052	1,366,190	1.49%
89	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
90	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
91	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
92	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
93	195,550	169,972	228,932	230,482	172,452	172,052	1,169,440	1.28%
94	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
95	195,550	187,472	265,182	267,982	184,952	146,552	1,247,690	1.36%
96	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
97	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
98	195,550	179,472	237,182	234,982	187,952	179,052	1,214,190	1.33%
99	195,550	149,972	228,932	230,482	147,452	147,052	1,099,440	1.20%
100	195,550	149,472	227,182	229,982	146,952	146,552	1,095,690	1.20%
Subtotals:	6,257,600	5,090,604	7,471,074	7,531,924	5,057,964	4,867,664	36,276,830	39.68%
Totals All:	15,410,690	13,164,804	18,835,052	18,853,730	12,905,617	12,256,680	91,426,573	100.00%

Expense Group	Accident	Accident	Accident	Accident	Accident	Accident	Accident	Estimated
	Year	Year	Year	Year	Year	Year	Year	Accident
	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	Year
	2008	2009	2010	2011	2012	2013	2014	1/1 - 12/31
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Incremental Payments By Major Expense Groups</b>								
Legal Expense	1,117,819	1,251,650	N/A	1,348,962	1,472,264	1,046,543	1,232,427	1,232,427
Parental Award	1,621,648	1,521,430	N/A	1,772,862	854,442	1,254,414	1,404,094	1,404,094
Medical Expense	502,243	584,938	N/A	795,785	792,882	845,548	967,563	967,563
Nursing Care - By Parents & Family Care	2,280,726	3,586,973	N/A	5,533,089	5,409,777	6,505,561	7,530,367	7,530,367
Nursing Care - By Others	2,022,477	2,072,130	N/A	2,555,000	3,010,739	2,668,850	2,444,120	2,444,120
Custodial	29,076	18,070	N/A	19,113	98,021	73,571	172,325	172,325
Other	1,338,828	1,317,625	N/A	2,305,512	1,339,156	1,717,202	1,761,129	1,761,129
Totals:	8,912,818	10,352,817		14,330,324	12,977,280	14,111,688	15,512,025	15,512,025
<b>Case Outstanding By Major Expense Groups</b>								
Legal Expense	739,159	1,016,335	1,659,638	2,385,144	836,323	660,811	228,321	228,321
Parental Award	311,440	371,029	589,640	605,992	353,242	603,806	515,023	515,023
Medical Expense	28,168,684	31,284,580	45,291,470	53,134,220	51,818,777	52,678,076	54,293,469	54,293,469
Nursing Care - By Parents & Family Care	51,105,085	61,522,465	82,024,515	85,104,653	130,484,827	122,444,207	138,840,113	138,840,113
Nursing Care - By Others	229,063,637	247,156,314	283,976,757	319,886,113	285,088,770	292,576,532	284,914,056	284,914,056
Custodial	64,170,720	55,975,200	56,034,080	60,833,849	118,024,732	117,392,957	132,525,811	132,525,811
Other	52,596,208	58,056,740	68,822,838	77,191,310	75,879,069	76,658,051	78,245,243	78,245,243
Totals:	426,154,933	455,382,663	538,398,938	599,141,281	662,485,739	663,014,440	689,562,035	689,562,035
<b>Percentage by Expense Group - Based on Incremental Payments</b>								
Legal Expense	12.54%	12.09%	10.75%	9.41%	11.34%	7.42%	7.94%	7.94%
Parental Award	18.19%	14.70%	13.53%	12.37%	6.58%	8.89%	9.05%	9.05%
Medical Expense	5.64%	5.65%	5.60%	5.55%	6.11%	5.99%	6.24%	6.24%
Nursing Care - By Parents & Family Care	25.59%	34.65%	36.63%	38.61%	41.69%	46.10%	48.55%	48.55%
Nursing Care - By Others	22.69%	20.02%	18.92%	17.83%	23.20%	18.91%	15.76%	15.76%
Custodial	0.33%	0.17%	0.15%	0.13%	0.76%	0.52%	1.11%	1.11%
Other	15.02%	12.73%	14.41%	16.09%	10.32%	12.17%	11.35%	11.35%
<b>Percentage by Expense Group - Based on Case Outstanding</b>								
Legal Expense	0.17%	0.22%	0.31%	0.40%	0.13%	0.10%	0.03%	0.03%
Parental Award	0.07%	0.08%	0.11%	0.10%	0.05%	0.09%	0.07%	0.07%
Medical Expense	6.61%	6.87%	8.41%	8.87%	7.82%	7.95%	7.87%	7.87%
Nursing Care - By Parents & Family Care	11.99%	13.51%	15.23%	14.20%	19.70%	18.47%	20.13%	20.13%
Nursing Care - By Others	53.75%	54.27%	52.74%	53.39%	43.03%	44.13%	41.32%	41.32%
Custodial	15.06%	12.29%	10.41%	10.15%	17.82%	17.71%	19.22%	19.22%
Other	12.34%	12.75%	12.78%	12.88%	11.45%	11.56%	11.35%	11.35%
<b>Estimated Inflation By Component - Paid Basis</b>								
Legal Expense (a)	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%
Medical Expense (c)	2.65%	3.37%	3.28%	3.49%	3.21%	2.01%	2.96%	0.00%
Nursing Care - By Parents & Family Care (d)	27.32%	21.46%	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%
Custodial (f)	0.00%	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%	0.76%	0.00%
<b>Estimated Inflation By Component - Outstanding Basis</b>								
Legal Expense (a)	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%
Medical Expense (h)	1.59%	2.02%	1.97%	2.09%	1.93%	1.21%	1.77%	0.00%
Nursing Care - By Parents & Family Care (d)	54.64%	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%
Custodial (f)	0.00%	0.00%	0.00%	0.00%	95.00%	3.00%	0.00%	0.00%
Other (h)	0.05%	1.63%	0.90%	1.78%	1.04%	0.90%	0.45%	0.00%
<b>Combined (i)</b>								
Estimated Inflation - Paid Basis	6.50%	7.62%	0.78%	1.00%	0.78%	0.57%	0.55%	0.29%
Estimated Inflation - O/S Basis	4.55%	0.35%	0.29%	0.42%	9.83%	0.72%	0.19%	0.00%

Note: See Appendix B, Exhibit I, Sheet 4 for footnotes.

Expense Group	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year	Accident Year
	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31	1/1 - 12/31
	1999	2000	2001	2002	2003	2004	2005	2006	2007
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Incremental Payments By Major Expense Groups</b>									
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

<b>Case Outstanding By Major Expense Groups</b>									
Legal Expense									
Parental Award									
Medical Expense									
Nursing Care - By Parents & Family Care									
Nursing Care - By Others									
Custodial									
Other									
Totals:									

<b>Percentage by Expense Group - Based on Incremental Payments</b>									
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%

<b>Percentage by Expense Group - Based on Case Outstanding</b>									
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%

<b>Estimated Inflation By Component - Paid Basis</b>									
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%

<b>Estimated Inflation By Component - Outstanding Basis</b>									
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%
<b>Combined (i)</b>									
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%

Note: See Appendix B, Exhibit I, Sheet 4 for footnotes.

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)
<b>Incremental Payments By Major Expense Groups</b>									
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
<b>Case Outstanding By Major Expense Groups</b>									
Legal Expense									
Parental Award									
Medical Expense									
Nursing Care - By Parents & Family Care									
Nursing Care - By Others									
Custodial									
Other									
Totals:									
<b>Percentage by Expense Group - Based on Incremental Payments</b>									
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%
<b>Percentage by Expense Group - Based on Case Outstanding</b>									
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%
<b>Estimated Inflation By Component - Paid Basis</b>									
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%
<b>Estimated Inflation By Component - Outstanding Basis</b>									
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%
<b>Combined (i)</b>									
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%

Note: See Appendix B, Exhibit I, Sheet 4 for footnotes.

**Footnotes for Appendix B, Exhibit I, Sheets 1 to 3**

- 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).







Development of Incurred Loss Tail Factor - 312 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 48:60, 60:72 and 72:84 Month Factors (a)

Fitted Interval	Wtd. Avg. All Years Beginning with Factor 60:72			Indicated Tail Factor 312:Ult. Based on Fitted Values Beginning with 48:60 Factor	Indicated Tail Factor 312:Ult. Based on Fitted Values Beginning with 72:84 Factor
	Intercept Ln (a)	Slope b	Indicated Tail Factor 312:Ult.		
(1)	(2)	(3)	(4)	(5)	(6)
First 11 Factors	1.2770	2.3670	1.0172	1.0502	1.0134
First 10 Factors	(0.6271)	1.4729	1.0632	1.0187	1.0377
First 9 Factors	1.0991	2.2949	1.0186	1.0335	1.2683
First 8 Factors	0.0375	1.7818	1.0403	1.0071	1.0709
First 7 Factors	2.8401	3.1579	1.0050	1.0036	1.3610
First 6 Factors	4.3072	3.8906	1.0017	1.0244	1.0316
First 5 Factors	1.0307	2.2239	1.0224	1.0091	1.0131
Average of All			1.0241	1.0209	1.1137
Selected Tail Factor 312:Ult.			1.1290		

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 - 312 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 60:72

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)
60	6	1.11793	0.1179	-1.7918	-2.1376	-3.2663	0.0381	1.0381
72	7	1.01823	0.0182	-1.9459	-4.0044	-3.4934	0.0304	1.0304
84	8	1.01010	0.0101	-2.0794	-4.5956	-3.6900	0.0250	1.0250
96	9	1.03702	0.0370	-2.1972	-3.2964	-3.8635	0.0210	1.0210
108	10	1.02337	0.0234	-2.3026	-3.7562	-4.0187	0.0180	1.0180
120	11	1.00293	0.0029	-2.3979	-5.8339	-4.1591	0.0156	1.0156
132	12	1.01118	0.0112	-2.4849	-4.4936	-4.2873	0.0137	1.0137
144	13	1.03932	0.0393	-2.5649	-3.2361	-4.4052	0.0122	1.0122
156	14	1.00378	0.0038	-2.6391	-5.5780	-4.5143	0.0110	1.0110
168	15	1.03398	0.0340	-2.7081	-3.3819	-4.6160	0.0099	1.0099
						(10) Ln a - Intercept =====>	-0.6271	
						(11) a =====>	0.5341	
						(12) b - Slope =====>	1.4729	
						(13) Indicated Tail 312 to Ultimate =====>	1.0632	
						(14) Selected Tail 312 to Ultimate =====>	1.1290	

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 - 60:72 to 168:180.

Development of Incurred Loss Tail Factor - 312 Months to Ultimate  
Based on Inverse Power Curve Fit to Factors Shown in Appendix C, Exhibit II, Sheet 1  
Extrapolated to 576 Months - Based on Approximate Life Expectancy at Age 26 (312 months)

Maturity ----- (1)	T Value ----- (2)	X Value		Fitted Value Exp (Col. (4)) ----- (5)	Fitted Loss Dev. Factor (Incremental) ----- (6)	Fitted Loss Dev. Factor Cumulative Product of Col. (6) ----- (7)
		Ln(1/t) Log (1/ Col.(2)) ----- (3)	Fitted Value (a) Ln (Fact-1) ----- (4)		1.0 + Col. (5) -----	
312	27	-3.29584	-5.4817	0.0042	1.0042	1.0632
324	28	-3.33220	-5.5353	0.0039	1.0039	1.0587
336	29	-3.36730	-5.5870	0.0037	1.0037	1.0546
348	30	-3.40120	-5.6369	0.0036	1.0036	1.0506
360	31	-3.43399	-5.6852	0.0034	1.0034	1.0469
372	32	-3.46574	-5.7320	0.0032	1.0032	1.0434
384	33	-3.49651	-5.7773	0.0031	1.0031	1.0400
396	34	-3.52636	-5.8213	0.0030	1.0030	1.0368
408	35	-3.55535	-5.8640	0.0028	1.0028	1.0337
420	36	-3.58352	-5.9055	0.0027	1.0027	1.0308
432	37	-3.61092	-5.9458	0.0026	1.0026	1.0280
444	38	-3.63759	-5.9851	0.0025	1.0025	1.0253
456	39	-3.66356	-6.0234	0.0024	1.0024	1.0227
468	40	-3.68888	-6.0607	0.0023	1.0023	1.0203
480	41	-3.71357	-6.0970	0.0022	1.0022	1.0179
492	42	-3.73767	-6.1325	0.0022	1.0022	1.0156
504	43	-3.76120	-6.1672	0.0021	1.0021	1.0134
516	44	-3.78419	-6.2010	0.0020	1.0020	1.0113
528	45	-3.80666	-6.2341	0.0020	1.0020	1.0092
540	46	-3.82864	-6.2665	0.0019	1.0019	1.0073
552	47	-3.85015	-6.2982	0.0018	1.0018	1.0054
564	48	-3.87120	-6.3292	0.0018	1.0018	1.0035
576	49	-3.89182	-6.3596	0.0017	1.0017	1.0017

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)	@ 12/31/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1989	10,186,409	10,458,034	10,858,188	11,264,469	11,960,429	12,703,237
1990	3,723,264	3,837,883	3,989,667	4,134,429	4,739,750	5,431,197
1991	3,412,646	3,925,649	4,405,095	5,367,300	6,403,902	7,111,676
1992	6,464,261	7,013,018	7,772,126	8,309,249	10,486,924	11,960,130
1993	11,600,217	12,313,100	13,089,455	13,913,903	15,456,495	16,811,505
1994	4,883,079	5,023,121	5,198,208	5,344,508	5,989,723	6,458,956
1995	3,873,071	4,829,658	5,595,923	5,921,580	7,168,370	8,042,178
1996	5,071,490	5,506,117	5,973,099	6,311,867	7,106,412	7,899,721
1997	5,207,959	5,901,603	6,522,569	7,543,370	9,312,837	10,296,445
1998	8,112,136	9,116,042	10,194,077	11,277,495	13,609,770	15,863,619
1999	6,164,930	6,912,528	7,719,729	8,273,551	9,732,949	10,418,299
2000	2,965,732	3,276,769	3,514,181	3,762,460	4,317,207	4,972,975
2001	3,883,121	4,175,734	4,515,405	4,842,890	5,425,462	5,877,102
2002	5,826,962	6,856,989	7,727,861	8,707,708	10,580,391	11,973,470
2003	1,772,921	1,930,389	2,203,060	2,495,687	2,753,640	3,099,320
2004	2,171,906	2,595,632	2,994,077	3,215,209	3,522,795	3,877,573
2005	2,142,949	3,240,890	3,997,772	4,719,465	5,198,978	5,677,987
2006	1,291,184	2,233,340	3,934,023	4,901,878	5,614,611	6,260,850
2007	909,414	2,145,757	3,232,481	4,101,955	5,212,346	6,071,909
2008	287,894	916,649	1,407,917	2,014,976	2,355,509	2,934,059
2009	114,839	628,299	1,532,304	2,438,709	3,142,736	3,691,740
2010		116,166	895,231	1,203,035	1,818,188	2,065,585
2011			11,245	178,666	877,041	1,559,805
2012				16,611	97,446	898,196
2013					114,394	873,399
2014						116,952
Totals:						
2009 & Prior	90,066,385	102,837,202	116,377,216	128,862,658	150,091,237	167,433,947
2010 & Prior		102,953,368	117,272,447	130,065,693	151,909,425	169,499,532
2011 & Prior			117,283,692	130,244,359	152,786,466	171,059,337
2012 & Prior				130,260,969	152,883,912	171,957,533
2013 & Prior					152,998,305	172,830,932
2014 & Prior						172,947,884

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 and 12/31/2014.

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)	@ 12/31/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1989	25,392,567	26,078,544	25,583,011	27,706,619	26,373,709	26,675,829
1990	13,314,815	10,443,544	10,543,426	12,118,649	11,460,479	11,121,608
1991	22,161,349	22,464,393	23,417,200	28,845,823	27,053,131	27,437,409
1992	45,578,473	45,939,767	46,942,773	55,890,448	52,815,766	52,867,490
1993	45,769,261	46,809,981	42,703,727	48,709,272	44,371,745	44,496,964
1994	15,697,230	16,210,446	18,343,661	20,873,806	20,730,853	20,768,073
1995	30,541,666	29,252,587	27,611,220	28,549,550	31,116,266	31,193,690
1996	32,557,199	32,684,558	24,024,889	28,929,040	28,427,439	30,016,711
1997	38,463,312	43,675,859	41,626,317	44,901,093	45,773,854	42,295,331
1998	54,563,346	61,812,278	60,372,902	69,428,161	71,845,599	74,110,454
1999	26,384,594	30,676,593	27,364,683	29,426,181	30,621,162	26,815,846
2000	22,486,180	21,268,225	17,120,713	21,576,045	18,959,802	19,436,294
2001	21,353,204	24,146,698	22,453,008	27,428,112	26,466,604	26,011,537
2002	67,771,825	65,863,004	75,780,805	81,408,182	80,239,381	75,578,631
2003	11,350,748	13,844,639	15,168,263	15,986,156	15,239,817	15,719,835
2004	26,994,425	22,859,791	23,353,511	23,639,048	24,722,792	24,881,802
2005	40,349,156	51,636,560	49,969,413	50,170,611	41,236,975	33,705,260
2006	33,495,282	37,658,562	48,568,924	49,129,618	48,994,258	50,001,133
2007	16,105,434	32,149,065	42,727,201	45,320,710	43,306,651	43,280,986
2008	19,305,512	27,518,410	45,383,414	47,873,092	52,865,872	50,399,012
2009	2,400,124	12,214,510	32,754,971	43,304,404	47,846,038	45,798,713
2010		367,288	11,709,849	23,432,658	28,572,781	27,241,537
2011			8,025,000	18,092,817	27,966,715	38,554,067
2012				12,090,000	20,346,124	28,272,096
2013					8,415,555	14,108,083
2014						6,459,800
Totals:						
2009 & Prior	612,035,700	675,208,013	721,814,030	801,214,619	790,468,191	772,612,609
2010 & Prior		675,575,300	733,523,879	824,647,277	819,040,972	799,854,146
2011 & Prior			741,548,879	842,740,094	847,007,687	838,408,213
2012 & Prior				854,830,094	867,353,811	866,680,309
2013 & Prior					875,769,366	880,788,392
2014 & Prior						887,248,192

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 and 12/31/2014.

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)	@ 12/31/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1989	N/A	27,151,287	26,330,062	26,239,659	23,959,593	24,195,976
1990	N/A	11,614,027	11,477,027	11,641,938	10,246,976	9,999,835
1991	N/A	21,846,966	23,599,488	25,562,294	22,304,544	22,311,410
1992	N/A	45,007,814	45,510,337	49,648,408	43,814,483	44,193,315
1993	N/A	46,399,495	42,090,226	45,388,953	39,587,735	39,534,688
1994	N/A	17,704,344	19,509,699	20,997,772	19,372,951	18,678,491
1995	N/A	29,612,489	27,858,448	26,170,052	26,818,973	25,772,539
1996	N/A	34,616,867	25,704,748	27,833,390	26,231,269	25,801,313
1997	N/A	46,595,341	43,560,423	40,798,018	40,407,001	36,376,739
1998	N/A	66,412,941	63,607,918	63,521,734	61,517,550	63,630,834
1999	N/A	35,941,607	31,549,054	29,830,188	28,407,824	24,714,807
2000	N/A	26,019,849	21,007,662	22,396,391	18,726,468	17,876,978
2001	N/A	30,143,811	27,629,667	28,951,546	26,397,525	24,055,468
2002	N/A	81,623,942	89,912,951	84,119,393	77,166,072	71,583,645
2003	N/A	19,765,701	20,411,699	18,732,576	16,820,632	15,371,140
2004	N/A	34,906,670	33,509,530	28,899,731	28,835,840	26,266,333
2005	N/A	73,254,683	67,946,105	58,507,245	46,987,970	38,008,212
2006	N/A	59,312,524	66,536,687	58,405,872	57,971,240	58,221,693
2007	N/A	59,153,178	67,620,964	58,470,417	56,101,360	52,163,570
2008	N/A	66,478,546	79,164,976	68,213,720	68,761,560	64,432,055
2009	N/A	70,036,100	82,639,361	74,221,132	73,702,410	61,645,728
2010		64,978,389	69,884,924	64,673,667	56,447,824	43,747,351
2011			72,891,940	71,306,452	65,671,795	65,087,844
2012				81,217,094	76,746,568	67,114,423
2013					76,400,906	62,357,107
2014						69,737,636
Totals:						
2009 & Prior	N/A	903,598,184	917,177,034	868,550,428	814,139,976	764,834,769
2010 & Prior		968,576,573	987,061,958	933,224,095	870,587,801	808,582,121
2011 & Prior			1,059,953,897	1,004,530,547	936,259,596	873,669,964
2012 & Prior				1,085,747,642	1,013,006,165	940,784,387
2013 & Prior					1,089,407,071	1,003,141,494
2014 & Prior						1,072,879,130

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.

(b) See Exhibit IV, Sheet 1, Column (2).

## 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)	@ 12/31/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1989	30,195,406	31,013,780	30,302,524	32,662,292	31,283,689	31,469,118
1990	16,245,871	13,213,102	13,155,761	14,871,810	14,150,051	13,663,968
1991	25,563,433	24,954,229	27,201,674	32,897,544	30,896,715	30,694,703
1992	52,762,445	50,796,217	51,820,930	63,695,571	60,456,635	60,573,984
1993	53,982,015	52,079,760	47,624,682	56,359,640	52,344,829	51,837,574
1994	20,606,060	19,583,922	21,745,732	25,995,859	25,577,544	24,502,615
1995	36,386,656	33,041,315	31,392,335	32,691,605	36,475,380	34,730,142
1996	41,081,064	38,326,178	28,672,897	34,219,094	34,784,174	34,054,192
1997	48,276,930	51,540,936	48,562,684	51,684,192	54,619,408	48,898,105
1998	67,105,294	73,205,094	70,673,787	78,809,076	81,912,168	84,654,728
1999	35,469,979	39,466,371	34,938,796	36,306,404	37,383,127	32,136,323
2000	30,665,379	28,356,997	23,037,519	27,324,802	24,434,778	23,371,455
2001	29,466,949	32,760,575	30,231,415	34,994,886	33,994,147	30,763,220
2002	89,829,000	88,640,493	98,299,372	102,197,306	100,852,407	93,163,144
2003	17,352,578	21,361,345	22,214,126	22,442,880	21,586,870	19,629,041
2004	41,925,368	37,567,720	36,310,314	34,533,322	35,562,370	32,300,491
2005	63,388,909	78,569,317	73,374,866	69,958,032	57,686,770	46,515,525
2006	56,804,169	63,345,467	71,604,504	69,642,638	68,245,099	68,485,821
2007	43,932,498	62,882,409	72,358,633	69,436,362	65,669,897	61,030,854
2008	70,240,739	66,960,112	80,058,011	74,863,254	76,924,563	72,115,450
2009	65,842,195	70,271,249	83,227,624	81,077,021	81,914,437	68,475,520
2010		64,978,389	70,135,006	70,499,869	62,574,064	48,496,715
2011			72,891,940	77,584,464	72,600,196	71,996,315
2012				81,217,094	77,309,410	67,729,133
2013					76,400,906	62,478,164
2014						69,737,636
Totals:						
2009 & Prior	937,122,936	977,936,586	996,808,186	1,046,663,592	1,026,755,059	963,065,973
2010 & Prior		1,042,914,976	1,066,943,192	1,117,163,461	1,089,329,123	1,011,562,688
2011 & Prior			1,139,835,132	1,194,747,925	1,161,929,319	1,083,559,003
2012 & Prior				1,275,965,019	1,239,238,729	1,151,288,136
2013 & Prior					1,315,639,635	1,213,766,300
2014 & Prior						1,283,503,936

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 of 12/31/2012, 12/31/2013 and 12/31/2014.

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)	@ 12/31/14 (b)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1989	24,441,344	25,948,541	25,509,442	27,506,772	26,769,383	27,123,053
1990	12,808,521	11,232,113	11,625,555	13,159,030	12,801,141	12,365,439
1991	18,982,292	18,925,551	21,097,411	25,311,770	24,687,061	24,806,078
1992	39,675,481	38,220,549	40,222,982	49,327,350	47,876,956	48,344,732
1993	42,880,334	41,791,486	38,731,321	45,788,530	43,090,047	42,973,732
1994	15,511,446	15,277,614	16,761,793	20,064,060	19,867,432	19,099,948
1995	26,915,196	25,514,756	24,594,274	26,029,492	29,127,651	28,045,372
1996	30,841,922	29,640,210	23,306,497	27,492,683	28,231,067	27,759,412
1997	37,297,553	38,408,874	37,115,006	40,113,754	42,286,861	38,419,803
1998	50,964,904	55,458,158	54,498,067	60,767,030	63,468,215	66,084,761
1999	29,196,428	32,383,479	29,184,644	30,565,329	31,550,950	27,490,519
2000	23,206,043	21,551,843	18,016,710	21,062,633	18,979,138	18,396,036
2001	21,941,809	24,613,890	23,226,853	26,851,692	26,301,482	24,310,745
2002	69,791,893	66,487,667	73,147,995	76,262,326	76,648,996	71,252,206
2003	14,143,138	16,698,172	17,581,858	17,921,235	17,572,173	16,171,414
2004	29,160,067	26,493,106	26,130,395	25,034,954	26,012,771	25,020,810
2005	43,464,402	54,307,547	51,711,604	49,769,567	41,687,280	34,811,925
2006	38,500,429	43,369,044	50,126,583	49,183,485	48,785,647	51,478,446
2007	29,545,510	42,718,969	50,113,793	48,454,775	46,503,833	44,110,521
2008	46,611,215	44,717,134	54,385,826	51,148,205	52,939,180	50,395,677
2009	43,322,464	46,499,415	56,182,157	55,061,598	56,275,559	47,843,080
2010		42,506,678	46,963,905	47,244,604	42,551,480	33,550,530
2011			48,135,149	51,255,567	48,664,196	49,025,594
2012				53,164,473	51,304,216	45,663,550
2013					50,356,222	41,890,895
2014						46,089,913
Totals:						
2009 & Prior	689,202,391	720,258,115	743,270,767	786,876,268	781,462,826	746,303,711
2010 & Prior		762,764,793	790,234,672	834,120,872	824,014,306	779,854,241
2011 & Prior			838,369,821	885,376,439	872,678,502	828,879,835
2012 & Prior				938,540,911	923,982,718	874,543,385
2013 & Prior					974,338,940	916,434,280
2014 & Prior						962,524,193

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 and 12/31/2014.



Adjusted to Birth Year Level

Birth Year	BY Level Paid (a) Loss & ALAE @ 12/31/14	Estimated Unpaid Loss & ALAE @ 12/31/14 Based on Increased Utilization Rate of (b)			Indicated Ultimate Loss & ALAE Based on Increased Utilization Rate of			Selected Total Limits Ultimate Loss & ALAE	Difference Between Selected Ultimate and Incremental Payment Method		
		1.00%	2.00%	3.00%	1.00% (2) + (3)	2.00% (2) + (4)	3.00% (2) + (5)		1.00% (9) - (6)	2.00% (9) - (7)	3.00% (9) - (8)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
1989	10,606,359	11,350,657	13,974,584	17,504,769	21,957,016	24,580,943	28,111,127	24,195,976	2,238,960	(384,968)	(3,915,152)
1990	3,989,746	4,462,496	5,190,062	6,108,960	8,452,242	9,179,808	10,098,706	9,999,835	1,547,593	820,027	(98,870)
1991	5,003,784	18,046,268	23,409,237	31,174,176	23,050,052	28,413,021	36,177,960	22,311,410	(738,642)	(6,101,611)	(13,866,550)
1992	8,347,008	33,016,717	42,618,892	56,514,595	41,363,725	50,965,900	64,861,602	44,193,315	2,829,591	(6,772,584)	(20,668,287)
1993	13,600,310	23,222,672	29,432,296	38,275,178	36,822,982	43,032,607	51,875,488	39,534,688	2,711,706	(3,497,918)	(12,340,800)
1994	5,265,997	13,167,340	17,181,402	23,110,870	18,433,337	22,447,399	28,376,867	18,678,491	245,154	(3,768,908)	(9,698,376)
1995	5,979,558	22,117,844	28,470,190	37,751,964	28,097,402	34,449,748	43,731,522	25,772,539	(2,324,863)	(8,677,209)	(17,958,984)
1996	6,220,966	16,968,127	20,129,262	24,364,512	23,189,093	26,350,228	30,585,478	25,801,313	2,612,220	(548,915)	(4,784,165)
1997	7,408,101	27,580,452	35,732,031	47,813,344	34,988,553	43,140,131	55,221,445	36,376,739	1,388,186	(6,763,392)	(18,844,706)
1998	11,873,381	52,905,236	65,737,568	83,981,970	64,778,617	77,610,949	95,855,351	63,630,834	(1,147,783)	(13,980,115)	(32,224,517)
1999	8,318,020	13,610,561	15,896,934	18,943,380	21,928,580	24,214,954	27,261,399	24,714,807	2,786,227	499,853	(2,546,592)
2000	3,936,321	10,952,911	12,565,857	14,679,633	14,889,232	16,502,178	18,615,954	17,876,978	2,987,746	1,374,799	(738,976)
2001	5,131,654	17,413,695	21,168,323	26,434,407	22,545,350	26,299,977	31,566,061	24,055,468	1,510,118	(2,244,509)	(7,510,593)
2002	9,613,847	53,509,777	64,791,087	80,596,509	63,123,625	74,404,935	90,210,356	71,583,645	8,460,020	(2,821,290)	(18,626,711)
2003	2,718,067	9,732,648	10,953,467	12,535,230	12,450,715	13,671,533	15,253,296	15,371,140	2,920,425	1,699,607	117,844
2004	3,434,191	20,371,431	24,731,711	30,897,272	23,805,622	28,165,903	34,331,464	26,266,333	2,460,711	(1,899,570)	(8,065,131)
2005	4,919,359	25,983,240	30,880,297	37,668,086	30,902,599	35,799,656	42,587,445	38,008,212	7,105,613	2,208,556	(4,579,233)
2006	5,354,649	40,502,611	48,342,172	59,283,866	45,857,260	53,696,821	64,638,515	58,221,693	12,364,433	4,524,872	(6,416,822)
2007	5,235,252	37,895,407	43,532,581	51,098,936	43,130,659	48,767,833	56,334,189	52,163,570	9,032,911	3,395,737	(4,170,618)
2008	2,670,638	45,834,479	55,063,672	68,102,088	48,505,117	57,734,310	70,772,726	64,432,055	15,926,938	6,697,745	(6,340,671)
2009	3,607,733	39,664,898	47,077,220	57,448,428	43,272,631	50,684,952	61,056,161	61,645,728	18,373,097	10,960,775	589,567
2010	2,031,254	39,816,911	49,322,558	63,273,970	41,848,164	51,353,812	65,305,223	43,747,351	1,899,187	(7,606,461)	(21,557,872)
2011	1,536,391	49,718,987	57,867,527	69,097,628	51,255,378	59,403,918	70,634,018	65,087,844	13,832,466	5,683,926	(5,546,175)
2012	888,847	52,190,833	62,147,108	76,237,618	53,079,679	63,035,955	77,126,465	67,114,423	14,034,744	4,078,468	(10,012,042)
2013	869,229	43,059,817	49,678,061	58,747,298	43,929,046	50,547,290	59,616,527	62,357,107	18,428,061	11,809,817	2,740,580
2014	116,952	50,644,298	59,796,448	72,661,577	50,761,250	59,913,400	72,778,529	69,737,636	18,976,386	9,824,236	(3,040,893)
Totals:	138,677,613	773,740,313	935,690,548	1,164,306,262	912,417,926	1,074,368,160	1,302,983,875	1,072,879,130	160,461,204	(1,489,030)	(230,104,744)
Excl. 2014	138,560,661	723,096,015	875,894,100	1,091,644,685	861,656,676	1,014,454,760	1,230,205,346	1,003,141,494	141,484,818	(11,313,266)	(227,063,852)

Notes: (a) See Exhibit VIII, Sheet 1, Column (2).

(b) See totals by birth year on Appendix E, Exhibit III, Sheet 1d based on increased utilization rate of 2.00%.



Summary of 2014 Level Incremental Payments by Maturity

Maturity (Months)	2014 Level (a) Average Incremental Payments per Open Accepted Claim Based on Annual Increase Utilization Rate of			Maturity (Months)	2014 Level (a) Average Incremental Payments per Open Accepted Claim Based on Annual Increase Utilization Rate of		
	1.00%	2.00%	3.00%		1.00%	2.00%	3.00%
	(2)	(3)	(4)		(6)	(7)	(8)
12:24	114,616	114,616	114,616	624:636	143,903	187,758	244,342
24:36	103,314	103,314	103,314	636:648	145,342	191,513	251,672
36:48	93,112	93,112	93,112	648:660	146,795	195,343	259,222
48:60	85,344	85,344	85,344	660:672	148,263	199,250	266,999
60:72	95,881	95,881	95,881	672:684	149,746	203,235	275,009
72:84	93,988	93,988	93,988	684:696	151,243	207,299	283,259
84:96	75,135	75,135	75,135	696:708	152,756	211,445	291,757
96:108	70,414	70,414	70,414	708:720	154,283	215,674	300,510
108:120	62,411	62,411	62,411	720:732	155,826	219,988	309,525
120:132	76,892	76,892	76,892	732:744	157,385	224,388	318,811
132:144	84,220	84,220	84,220	744:756	158,958	228,875	328,375
144:156	82,346	82,346	82,346	756:768	160,548	233,453	338,226
156:168	79,247	79,247	79,247	768:780	162,153	238,122	348,373
168:180	80,458	80,458	80,458	780:792	163,775	242,884	358,824
180:192	83,197	83,197	83,197	792:804	165,413	247,742	369,589
192:204	82,087	82,087	82,087	804:816	167,067	252,697	380,677
204:216	83,697	83,697	83,697	816:828	168,738	257,751	392,097
216:228	86,339	86,339	86,339	828:840	170,425	262,906	403,860
228:240	88,728	88,728	88,728	840:852	172,129	268,164	415,976
240:252	90,634	90,634	90,634	852:864	173,850	273,527	428,455
252:264	96,896	96,896	96,896	864:876	175,589	278,998	441,308
264:276	92,178	92,178	92,178	876:888	177,345	284,578	454,548
276:288	102,465	102,465	102,465	888:900	179,118	290,269	468,184
288:300	105,000	105,000	105,000	900:912	180,910	296,075	482,230
300:312	110,000	110,000	110,000	912:924	182,719	301,996	496,697
312:324	111,100	112,200	113,300	924:936	184,546	308,036	511,597
324:336	112,211	114,444	116,699	936:948	186,391	314,197	526,945
336:348	113,333	116,733	120,200	948:960	188,255	320,481	542,754
348:360	114,466	119,068	123,806	960:972	190,138	326,890	559,036
360:372	115,611	121,449	127,520	972:984	192,039	333,428	575,807
372:384	116,767	123,878	131,346	984:996	193,959	340,097	593,082
384:396	117,935	126,355	135,286	996:1008	195,899	346,899	610,874
396:408	119,114	128,883	139,345	1008:1020	197,858	353,837	629,200
408:420	120,305	131,460	143,525	1020:1032	199,837	360,913	648,076
420:432	121,508	134,089	147,831	1032:1044	201,835	368,132	667,519
432:444	122,724	136,771	152,266	1044:1056	203,853	375,494	687,544
444:456	123,951	139,507	156,834	1056:1068	205,892	383,004	708,171
456:468	125,190	142,297	161,539	1068:1080	207,951	390,664	729,416
468:480	126,442	145,143	166,385	1080:1092	210,030	398,478	751,298
480:492	127,707	148,046	171,376	1092:1104	212,131	406,447	773,837
492:504	128,984	151,006	176,518	1104:1116	214,252	414,576	797,052
504:516	130,273	154,027	181,813	1116:1128	216,394	422,868	820,964
516:528	131,576	157,107	187,268	1128:1140	218,558	431,325	845,593
528:540	132,892	160,249	192,886	1140:1152	220,744	439,951	870,960
540:552	134,221	163,454	198,672	1152:1164	222,951	448,750	897,089
552:564	135,563	166,723	204,632	1164:1176	225,181	457,725	924,002
564:576	136,919	170,058	210,771	1176:1188	227,433	466,880	951,722
576:588	138,288	173,459	217,095	1188:1200	229,707	476,218	980,274
588:600	139,671	176,928	223,607	1200:1212	232,004	485,742	1,009,682
600:612	141,068	180,467	230,316	1212:1224	234,324	495,457	1,039,972
612:624	142,478	184,076	237,225	1224:1236	236,667	505,366	1,071,171

Note: (a) For factors from 12:24 to 300:312, see Appendix E, Exhibit IV, Sheets 1a and 1b. For the factors from 312:324 and subsequent, they are based on utilization trend rates of 1.00%, 2.00% and 3.00% for columns (2), (3) and (4) (or (6), (7) and (8)), respectively.

Selected Relativity Factors to Adjust for Difference in Claim Size by Birth Year

All Open Accepted Claims (AAA Only) with Life Expectancy

A. Off-Balance Adjustment Factor

**1.00070**

Birth Year ----- (1)	Indicated Birth Year Relativity of Remaining Average Annual Loss & ALAE Payments Based on ----- Average (a) Incremental Payments to Date ----- (2)		Selected Relativity Factors to Adjust for Difference in Claim Size By Birth Year ----- Before Off-Balance ----- (4)		After Off-Balance (4) / (A) ----- (5)	
	Current (b) Case Outstanding ----- (3)					
1989	0.711	0.987	0.900	0.899		
1990	0.477	0.937	0.850	0.849		
1991	1.085	1.231	1.175	1.174		
1992	0.736	0.977	0.850	0.849		
1993	0.605	0.871	0.800	0.799		
1994	0.705	0.761	0.750	0.750		
1995	1.098	1.012	1.050	1.049		
1996	0.811	1.176	1.050	1.049		
1997	0.733	0.802	0.750	0.750		
1998	1.061	1.095	1.075	1.074		
1999	1.207	1.280	1.275	1.274		
2000	0.733	0.971	0.900	0.899		
2001	1.326	1.193	1.200	1.199		
2002	0.967	1.066	1.050	1.049		
2003	1.237	1.432	1.400	1.399		
2004	0.786	0.919	1.000	0.999		
2005	0.782	0.943	1.000	0.999		
2006	1.266	0.984	1.000	0.999		
2007	1.741	1.238	1.450	1.449		
2008	0.797	1.034	1.000	0.999		
2009	1.000	0.990	1.000	0.999		
2010	1.022	0.708	1.000	0.999		
2011	0.948	0.925	1.000	0.999		
2012	1.401	0.894	1.000	0.999		
2013	1.821	1.244	1.000	0.999		
2014	3.882	1.318	1.000	0.999		

Notes: (a) See Appendix E, Exhibit VI, Sheet 1, Column (8).  
 (b) See Appendix E, Exhibit VI, Sheet 1, Column (11).

Birth Year	Paid Basis		Case Outstanding Basis		Open Accepted Claims (AAA Only) @ 12/31/14			Average Life Expectancy	
	Annual Inflation Factors	2014 Level Adjustment Factors	Annual Inflation Factors	2014 Level Adjustment Factors	Reported (a) Open Accepted Claim Cts.	IBNR (b) Accepted Claim Cts.	Ultimate Open Accepted Claim Cts. (6) + (7)	Indicated (c)	Selected (d) (9) x 1.25
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1989	1.75%	1.477	0.81%	1.381	5	-	5	20.13	25.16
1990	1.49%	1.452	0.53%	1.370	3	-	3	14.37	17.96
1991	1.46%	1.431	0.47%	1.363	4	-	4	29.35	36.69
1992	1.62%	1.410	0.42%	1.356	10	-	10	29.78	37.23
1993	1.30%	1.388	0.39%	1.351	8	-	8	28.27	35.34
1994	1.00%	1.370	0.35%	1.345	4	-	4	33.44	41.80
1995	1.09%	1.356	0.37%	1.341	5	-	5	32.52	40.65
1996	0.91%	1.342	0.24%	1.336	6	-	6	22.28	27.85
1997	0.92%	1.329	0.26%	1.333	8	-	8	35.48	44.35
1998	0.97%	1.317	0.35%	1.329	13	-	13	30.41	38.01
1999	0.98%	1.305	0.42%	1.325	4	-	4	22.75	28.44
2000	1.05%	1.292	0.30%	1.319	5	-	5	21.18	26.48
2001	1.22%	1.279	0.38%	1.315	4	-	4	30.01	37.51
2002	0.99%	1.263	0.29%	1.310	14	-	14	30.32	37.90
2003	1.42%	1.251	4.94%	1.306	3	-	3	20.88	26.10
2004	1.41%	1.234	0.87%	1.245	5	-	5	32.51	40.64
2005	0.99%	1.216	4.86%	1.234	7	-	7	30.21	37.76
2006	1.32%	1.205	0.50%	1.177	10	-	10	31.61	39.51
2007	6.50%	1.189	4.55%	1.171	8	-	8	26.70	33.38
2008	7.62%	1.116	0.35%	1.120	10	-	10	34.26	42.83
2009	0.78%	1.037	0.29%	1.116	9	-	9	33.32	41.65
2010	1.00%	1.029	0.42%	1.113	6	1	7	41.00	51.25
2011	0.78%	1.019	9.83%	1.108	10	2	12	32.00	40.00
2012	0.57%	1.011	0.72%	1.009	6	4	10	36.00	45.00
2013	0.55%	1.006	0.19%	1.002	3	7	10	31.00	38.75
2014		1.000		1.000	2	10	12	30.00	37.50
Totals:					172	24	196		

Notes: (a) Current reported open accepted claims alive as of December 31, 2014. See Exhibit X, Sheet 1d, Column (4).  
 (b) Estimated unreported accepted claims alive as of December 31, 2014. See Exhibit X, Sheet 1a, Column (9).  
 (c) Current average remaining life expectancy based on NICA physician estimates.  
 (d) Final selected remaining life expectancy estimated to include consideration of increased life expectancy over time by 0.2 per year.





















**Selected Average Incremental Payments Per Open Accepted Claim - 2014 Cost Level**

Year of Birth	180	192	204	216	228	240	252	264	276	288	300	312
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**I. Accepted Reported Claim Counts - (Open Accepted Claims)**

1989	5	5	5	5	5	5	5	5	5	5	5	5
1990	7	6	6	4	4	4	4	4	4	4	4	3
1991	4	4	4	4	4	4	4	4	4	4		
1992	11	11	11	10	10	10	10	10	10			
1993	9	9	8	8	8	8	8	8				
1994	4	4	4	4	4	4	4					
1995	5	5	5	5	5	5						
1996	6	6	6	6	6							
1997	9	9	9	8								
1998	13	13	13									
1999	5	5										
2000	5											
2001												
2002												
2003												
2004												
2005												
2006												
2007												
2008												
2009												
2010												
2011												
2012												
2013												
2014												
Totals:												
Latest 3	23	27	28	19	15	17	22	22	18			
Latest 5	38	38	37	31	33	31	30					
Latest 10	71	72										
All	83	77	71	54	46	40	35	31	23	13	8	5
Cumulative	486	403	326	255	201	155	115	80	49	26	13	5

**II. Average Incremental Payments Per Open Accepted Claim - 2014 Cost Level (a)**

1989	96,832	95,478	92,114	98,381	87,203	50,878	52,880	55,916	81,560	82,169	114,579	121,562
1990	50,889	62,797	55,018	50,715	31,264	29,807	29,494	38,671	36,597	48,333	115,482	
1991	41,275	44,696	70,917	157,106	120,488	132,006	122,153	243,253	105,456	133,193		
1992	32,789	38,933	42,605	53,067	56,483	77,362	54,316	82,770	87,659			
1993	89,835	83,955	89,560	91,720	98,899	104,213	124,102	125,001				
1994	41,881	41,390	36,036	44,608	36,986	54,303	66,058					
1995	17,218	196,919	156,182	65,863	121,847	120,762						
1996	74,559	79,318	57,095	57,936	74,188							
1997	70,315	114,696	65,170	68,201								
1998	84,276	98,669	100,296									
1999	132,893	122,070										
2000	61,154											
2001												
2002												
2003												
2004												
2005												
2006												
2007												
2008												
2009												
2010												
2011												
2012												
2013												
2014												
Averages:												
Latest 3	89,818	108,345	79,748	64,344	80,154	97,337	81,827	127,305	80,267			
Latest 5	82,790	115,416	85,352	68,862	77,525	95,367	80,226					
Latest 10	66,675	87,372										
All	67,160	87,899	76,303	73,863	78,290	83,250	76,320	104,354	80,548	87,458	114,917	121,562
Cumulative	80,458	83,197	82,087	83,697	86,339	88,728	90,634	96,896	92,178	102,465	117,473	121,562
<b>Selected</b>	<b>80,458</b>	<b>83,197</b>	<b>82,087</b>	<b>83,697</b>	<b>86,339</b>	<b>88,728</b>	<b>90,634</b>	<b>96,896</b>	<b>92,178</b>	<b>102,465</b>	<b>105,000</b>	<b>110,000</b>

Note (a): Ratio of Item II of Appendix E, Exhibit IV, Sheets 2a and 2b, and Item I shown above.





**2014 Level Incremental Payments**

Year of Birth	180	192	204	216	228	240	252	264	276	288	300	312
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**I. Adjustment Factors to 2014 Level (a)**

1989	1.251	1.234	1.216	1.205	1.189	1.116	1.037	1.029	1.019	1.011	1.006	1.000
1990	1.234	1.216	1.205	1.189	1.116	1.037	1.029	1.019	1.011	1.006	1.000	
1991	1.216	1.205	1.189	1.116	1.037	1.029	1.019	1.011	1.006	1.000		
1992	1.205	1.189	1.116	1.037	1.029	1.019	1.011	1.006	1.000			
1993	1.189	1.116	1.037	1.029	1.019	1.011	1.006	1.000				
1994	1.116	1.037	1.029	1.019	1.011	1.006	1.000					
1995	1.037	1.029	1.019	1.011	1.006	1.000						
1996	1.029	1.019	1.011	1.006	1.000							
1997	1.019	1.011	1.006	1.000								
1998	1.011	1.006	1.000									
1999	1.006	1.000										
2000	1.000											
2001												
2002												
2003												
2004												
2005												
2006												
2007												
2008												
2009												
2010												
2011												
2012												
2013												
2014												

**II. Incremental Payments - 2014 Level (b)**

1989	484,160	477,392	460,571	491,904	436,014	254,392	264,401	279,579	407,802	410,844	572,893	607,809
1990	356,223	376,783	330,108	202,860	125,057	119,230	117,975	154,685	146,387	193,333	346,447	
1991	165,099	178,783	283,667	628,422	481,951	528,025	488,610	973,012	421,826	532,773		
1992	360,680	428,267	468,659	530,674	564,826	773,618	543,155	827,697	876,586			
1993	808,519	755,592	716,479	733,758	791,194	833,708	992,817	1,000,010				
1994	167,523	165,560	144,143	178,433	147,944	217,212	264,233					
1995	86,090	984,597	780,912	329,314	609,233	603,808						
1996	447,353	475,908	342,573	347,613	445,129							
1997	632,836	1,032,265	586,529	545,608								
1998	1,095,586	1,282,692	1,303,849									
1999	664,467	610,350										
2000	305,768											
2001												
2002												
2003												
2004												
2005												
2006												
2007												
2008												
2009												
2010												
2011												
2012												
2013												
2014												

Totals:												
Latest 3	2,065,821	2,925,306	2,232,951	1,222,535	1,202,306	1,654,728	1,800,205	2,800,719	1,444,799			
Latest 5	3,146,010	4,385,812	3,158,006	2,134,727	2,558,326	2,956,370	2,406,790					
Latest 10	4,733,922	6,290,797										
All	5,574,305	6,768,189	5,417,489	3,988,586	3,601,347	3,329,992	2,671,192	3,234,983	1,852,601	1,136,950	919,340	607,809
Cumulative	39,102,783	33,528,478	26,760,289	21,342,800	17,354,214	13,752,867	10,422,875	7,751,683	4,516,700	2,664,098	1,527,148	607,809

Notes: (a) See Appendix E, Exhibit II, Sheet 3, Column (3).  
 (b) The product of Item I shown above and Item II of Appendix E, Exhibit IV, Sheets 3a and 3b.



**Actual Incremental Payments**

Year of Birth	180	192	204	216	228	240	252	264	276	288	300	312
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**I. Paid Loss & ALAE - Actual (a)**

1989	8,162,902	8,549,902	8,928,521	9,336,886	9,703,640	9,931,523	10,186,409	10,458,034	10,858,188	11,264,469	11,834,215	12,442,023
1990	2,741,877	3,051,617	3,325,664	3,496,300	3,608,325	3,723,264	3,837,883	3,989,667	4,134,429	4,326,699	4,673,146	
1991	1,998,074	2,146,495	2,385,102	2,948,039	3,412,646	3,925,649	4,405,095	5,367,300	5,786,808	6,319,582		
1992	5,172,624	5,532,862	5,952,684	6,464,261	7,013,018	7,772,126	8,309,249	9,132,399	10,008,985			
1993	10,232,667	10,909,522	11,600,217	12,313,100	13,089,455	13,913,903	14,901,266	15,901,276				
1994	4,723,477	4,883,079	5,023,121	5,198,208	5,344,508	5,560,527	5,824,760					
1995	3,873,071	4,829,658	5,595,923	5,921,580	6,527,466	7,131,274						
1996	5,506,117	5,973,099	6,311,867	6,657,571	7,102,700							
1997	6,522,569	7,543,370	8,126,677	8,672,285								
1998	11,277,495	12,553,140	13,856,989									
1999	8,934,368	9,544,718										
2000	4,383,068											
2001												
2002												
2003												
2004												
2005												
2006												
2007												
2008												
2009												
2010												
2011												
2012												
2013												
2014												

**II. Actual Incremental Payments**

1989	387,008	387,000	378,619	408,365	366,754	227,883	254,886	271,625	400,154	406,281	569,746	607,809
1990	288,774	309,740	274,047	170,636	112,025	114,939	114,619	151,784	144,761	192,270	346,447	
1991	135,722	148,421	238,607	562,937	464,607	513,003	479,446	962,205	419,508	532,773		
1992	299,427	360,238	419,822	511,577	548,758	759,108	537,123	823,150	876,586			
1993	680,088	676,855	690,695	712,883	776,355	824,448	987,362	1,000,010				
1994	150,066	159,602	140,042	175,086	146,301	216,019	264,233					
1995	82,992	956,586	766,265	325,657	605,886	603,808						
1996	434,627	466,982	338,768	345,704	445,129							
1997	620,966	1,020,800	583,307	545,608								
1998	1,083,418	1,275,645	1,303,849									
1999	660,817	610,350										
2000	305,768											
2001												
2002												
2003												
2004												
2005												
2006												
2007												
2008												
2009												
2010												
2011												
2012												
2013												
2014												

Totals:												
Latest 3	2,050,003	2,906,795	2,225,924	1,216,968	1,197,316	1,644,275	1,788,718	2,785,366	1,440,856			
Latest 5	3,105,596	4,330,364	3,132,231	2,104,938	2,522,428	2,916,385	2,382,783					
Latest 10	4,453,891	5,985,220										
All	5,129,673	6,372,220	5,134,021	3,758,453	3,465,814	3,259,208	2,637,670	3,208,775	1,841,010	1,131,325	916,192	607,809

Note: (a) See Exhibit IX, Sheets 4a, 4b and 4c.





All Open Accepted Claims (AAA Only) with Life Expectancy

Birth Year	Sum of (a) Remaining Life Expectancy	Cumulative Paid (b) Loss & ALAE	Number of Years Since Date of Claim (c)	Average Annual Payment (3) / (4)	Indicated Birth Year Relativity Based on Average Annual Payment (d)	Remaining Life Expectancy X Annual Payment Relativity (e)	Average Annual Remaining Payment Based on Cumulative Payments to Date (7) / (2)	Current (f) Case O/S Loss & ALAE @ 12/31/14	Average Annual Remaining Payment Based on Case O/S & Life Expectancy (9) / (2)	Average Annual Remaining Payment Relativity Based on Current Case O/S (g)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
1989	100.67	8,056,210	118	68,424	0.981	71.59	0.711	13,972,592	138,796	0.987
1990	43.12	1,996,363	68	29,238	0.419	20.58	0.477	5,679,942	131,724	0.937
1991	117.39	6,480,872	86	75,596	1.084	127.38	1.085	20,325,734	173,147	1.231
1992	297.78	10,655,004	208	51,140	0.733	219.10	0.736	40,907,360	137,374	0.977
1993	226.13	11,979,615	154	77,618	1.113	136.81	0.605	27,685,459	122,432	0.871
1994	133.74	2,809,834	74	37,751	0.541	94.29	0.705	14,309,117	106,992	0.761
1995	162.60	7,201,166	89	81,296	1.166	178.51	1.098	23,151,513	142,383	1.012
1996	133.70	6,560,418	99	66,253	0.950	108.37	0.811	22,116,990	165,423	1.176
1997	283.82	8,116,978	119	68,021	0.975	208.06	0.733	31,998,886	112,744	0.802
1998	364.97	14,393,191	174	82,781	1.187	387.35	1.061	56,188,214	153,953	1.095
1999	90.98	5,068,432	54	93,999	1.348	109.80	1.207	16,370,725	179,938	1.280
2000	105.89	3,611,265	66	54,999	0.789	77.60	0.733	14,463,319	136,588	0.971
2001	120.04	3,962,015	42	93,909	1.347	159.17	1.326	20,134,434	167,731	1.193
2002	424.44	9,136,750	137	66,911	0.959	410.62	0.967	63,605,161	149,857	1.066
2003	62.65	2,264,426	27	85,257	1.223	77.52	1.237	12,620,515	201,445	1.432
2004	162.56	2,603,545	40	65,007	0.932	127.76	0.786	21,004,229	129,209	0.919
2005	211.44	3,781,588	51	74,661	1.071	165.29	0.782	28,025,849	132,548	0.943
2006	316.10	5,431,775	59	91,970	1.319	400.03	1.266	43,738,366	138,369	0.984
2007	213.59	5,268,877	43	121,151	1.737	371.92	1.741	37,179,549	174,070	1.238
2008	308.34	2,433,377	43	55,978	0.803	245.70	0.797	44,815,318	145,344	1.034
2009	299.90	2,667,917	37	72,854	1.045	299.84	1.000	41,767,115	139,270	0.990
2010	251.93	1,193,924	17	72,271	1.036	257.39	1.022	25,097,931	99,623	0.708
2011	221.95	1,119,259	17	67,547	0.969	210.42	0.948	28,859,112	130,025	0.925
2012	170.47	365,327	6	57,897	0.830	238.79	1.401	21,433,271	125,730	0.894
2013	60.44	411,018	3	129,659	1.859	110.07	1.821	10,570,213	174,888	1.244
2014	20.00	113,690	0	270,691	3.882	77.63	3.882	3,706,110	185,305	1.318
Totals / Avg.	4,904.64	127,682,838	1,831	69,739				689,727,022	140,627	

- Notes: (a) See Appendix E, Exhibit VI, Sheets 2a to 2f, Column (4).  
 (b) See Appendix E, Exhibit VI, Sheets 2a to 2f, Column (5).  
 (c) See Appendix E, Exhibit VI, Sheets 2a to 2f, Column (6).  
 (d) Based on column (5) divided by the average for all birth years.  
 (e) See Appendix E, Exhibit VI, Sheets 2a to 2f, Column (9).  
 (f) See Appendix E, Exhibit VI, Sheets 2a to 2f, Column (11).  
 (g) Based on column (10) divided by the average for all birth years.

All Open Accepted Claims (AAA Only) with Life Expectancy

Birth Year	Claim #	Date of Claim	Remaining Life (a) Expectancy	Cumulative Paid (a) Loss & ALAE	Number of Years Since Date of Claim (b)	Average Annual Payment (5) / (6)	Indicated (c) Birth Year Relativity Based on Average Annual Payment	Remaining Life Expectancy X Annual Payment Relativity (d) (4) x (8)	Average Annual Remaining Payment Relativity Based on Cumulative Payments to Date (e) (9) / (4)	Current (a) Case O/S Loss & ALAE @ 12/31/14	Average Annual Remaining Payment Based on Case O/S & Life Expectancy (11) / (4)	Average Annual Remaining Payment Relativity Based on Current Case O/S (f) (13)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
1989			4.90	1,655,526	24.13	68,609	0.984	4.82		685,552	139,908	0.995
1989			38.03	1,061,523	23.45	45,267	0.649	24.69		4,863,513	127,886	0.909
1989			4.90	3,798,435	23.45	161,980	2.323	11.38		1,067,423	217,841	1.549
1989			14.73	374,228	23.38	16,006	0.230	3.38		1,754,394	119,103	0.847
1989			38.11	1,166,498	23.33	50,000	0.717	27.32		5,601,710	146,988	1.045
<b>Subtotals / Avg. BY 1989:</b>			<b>100.67</b>	<b>8,056,210</b>	<b>117.74</b>	<b>68,424</b>	<b>0.981</b>	<b>71.59</b>	<b>0.711</b>	<b>13,972,592</b>	<b>138,796</b>	<b>0.987</b>
1990			14.73	866,649	23.04	37,615	0.539	7.94		2,124,516	144,231	1.026
1990			18.92	987,837	22.75	43,421	0.623	11.78		2,442,576	129,100	0.918
1990			9.47	141,878	22.49	6,308	0.090	0.86		1,112,849	117,513	0.836
<b>Subtotals / Avg. BY 1990:</b>			<b>43.12</b>	<b>1,996,363</b>	<b>68.28</b>	<b>29,238</b>	<b>0.419</b>	<b>20.58</b>	<b>0.477</b>	<b>5,679,942</b>	<b>131,724</b>	<b>0.937</b>
1991			24.58	1,842,292	22.84	80,661	1.157	28.43		4,627,994	188,283	1.339
1991			29.50	2,402,305	21.29	112,837	1.618	47.73		4,479,049	151,832	1.080
1991			44.31	1,288,588	21.25	60,639	0.870	38.53		8,336,655	188,144	1.338
1991			19.00	947,687	20.35	46,569	0.668	12.69		2,882,036	151,686	1.079
<b>Subtotals / Avg. BY 1991:</b>			<b>117.39</b>	<b>6,480,872</b>	<b>85.73</b>	<b>75,596</b>	<b>1.084</b>	<b>127.38</b>	<b>1.085</b>	<b>20,325,734</b>	<b>173,147</b>	<b>1.231</b>
1992			47.77	557,390	22.61	24,652	0.353	16.89		4,633,549	96,997	0.690
1992			19.64	1,496,930	22.37	66,917	0.960	18.85		3,005,337	153,021	1.088
1992			28.49	1,907,555	21.15	90,192	1.293	36.85		4,896,383	171,863	1.222
1992			38.09	1,164,887	20.72	56,220	0.806	30.71		6,254,095	164,193	1.168
1992			39.35	819,757	20.71	39,583	0.568	22.33		4,611,434	117,190	0.833
1992			18.95	281,138	20.69	13,588	0.195	3.69		2,438,824	128,698	0.915
1992			28.49	2,411,787	20.27	118,983	1.706	48.61		5,203,777	182,653	1.299
1992			29.48	1,005,241	20.18	49,814	0.714	21.06		5,407,511	183,430	1.304
1992			28.57	947,655	20.17	46,983	0.674	19.25		4,154,066	145,400	1.034
1992			18.95	62,663	19.48	3,217	0.046	0.87		302,385	15,957	0.113
<b>Subtotals / Avg. BY 1992:</b>			<b>297.78</b>	<b>10,655,004</b>	<b>208.35</b>	<b>51,140</b>	<b>0.733</b>	<b>219.10</b>	<b>0.736</b>	<b>40,907,360</b>	<b>137,374</b>	<b>0.977</b>
1993			47.86	99,542	20.95	4,751	0.068	3.26		3,380,961	70,643	0.502
1993			38.20	564,474	19.85	28,437	0.408	15.58		5,446,811	142,587	1.014
1993			4.91	1,040,317	19.75	52,674	0.755	3.71		1,076,070	219,159	1.558
1993			38.20	1,093,347	19.66	55,613	0.797	30.46		4,342,928	113,689	0.808
1993			44.30	406,146	19.58	20,743	0.297	13.18		3,007,951	67,900	0.483
1993			38.11	1,151,563	19.33	59,574	0.854	32.56		6,434,367	168,837	1.201
1993			4.74	5,506,748	19.10	288,311	4.134	19.60		1,548,807	326,753	2.324
1993			9.81	2,117,477	16.12	131,357	1.884	18.48		2,447,565	249,497	1.774
<b>Subtotals / Avg. BY 1993:</b>			<b>226.13</b>	<b>11,979,615</b>	<b>154.34</b>	<b>77,618</b>	<b>1.113</b>	<b>136.81</b>	<b>0.605</b>	<b>27,685,459</b>	<b>122,432</b>	<b>0.871</b>

Notes: (a) As provided by NICA management evaluated as of December 31, 2014.  
 (b) Number of years since date of claim as shown in column (3) to December 31, 2014.  
 (c) Based on column (7) divided by the average for all birth years.  
 (d) Average annual payment relativity shown in column (8) is based on payments to date. This relativity is adjusted to account for expected difference in duration of remaining payments.  
 (e) Average annual remaining payment relativity based on payments to date after adjustment for expected difference in weight required for remaining average due to difference in estimated remaining life expectancy.  
 (f) Based on column (12) divided by the average for all birth years.

All Open Accepted Claims (AAA Only) with Life Expectancy

Birth Year	Claim #	Date of Claim	Remaining Life (a) Expectancy	Cumulative Paid (a) Loss & ALAE	Number of Years Since Date of Claim (b)	Average Annual Payment (5) / (6)	Indicated (c) Birth Year Relativity Based on Average Annual Payment	Remaining Life Expectancy X Annual Payment Relativity (d) (4) x (8)	Average Annual Remaining Payment Relativity Based on Cumulative Payments to Date (e) (9) / (4)	Current (a) Case O/S Loss & ALAE @ 12/31/14 (11)	Average Annual Remaining Payment Based on Case O/S & Life Expectancy (11) / (4) (12)	Average Annual Remaining Payment Relativity Based on Current Case O/S (f) (13)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
1994			9.51	121,137	19.79	6,121	0.088	0.83		299,999	31,546	0.224
1994			38.13	858,575	18.67	45,987	0.659	25.14		4,883,939	128,087	0.911
1994			38.22	359,626	18.45	19,492	0.280	10.68		1,496,628	39,158	0.278
1994			47.88	1,470,496	17.52	83,932	1.204	57.63		7,628,551	159,326	1.133
<b>Subtotals / Avg. BY 1994:</b>			<b>133.74</b>	<b>2,809,834</b>	<b>74.43</b>	<b>37,751</b>	<b>0.541</b>	<b>94.29</b>	<b>0.705</b>	<b>14,309,117</b>	<b>106,992</b>	<b>0.761</b>
1995			28.53	2,835,846	18.28	155,134	2.225	63.47		5,157,475	180,774	1.285
1995			38.14	707,167	17.91	39,485	0.566	21.59		4,993,334	130,921	0.931
1995			19.65	1,408,444	17.76	79,304	1.137	22.35		3,355,115	170,744	1.214
1995			38.14	1,094,500	17.57	62,294	0.893	34.07		4,777,438	125,261	0.891
1995			38.14	1,155,209	17.06	67,715	0.971	37.03		4,868,151	127,639	0.908
<b>Subtotals / Avg. BY 1995:</b>			<b>162.60</b>	<b>7,201,166</b>	<b>88.58</b>	<b>81,296</b>	<b>1.166</b>	<b>178.51</b>	<b>1.098</b>	<b>23,151,513</b>	<b>142,383</b>	<b>1.012</b>
1996			38.16	806,993	18.32	44,050	0.632	24.10		6,837,779	179,187	1.274
1996			38.16	1,219,345	17.88	68,196	0.978	37.32		6,146,452	161,071	1.145
1996			9.45	2,533,621	17.19	147,389	2.113	19.97		1,860,999	196,931	1.400
1996			9.45	262,671	16.67	15,757	0.226	2.14		1,741,537	184,290	1.310
1996			9.84	1,312,654	14.79	88,753	1.273	12.52		1,422,559	144,569	1.028
1996			28.64	425,134	14.17	30,002	0.430	12.32		4,107,664	143,424	1.020
<b>Subtotals / Avg. BY 1996:</b>			<b>133.70</b>	<b>6,560,418</b>	<b>99.02</b>	<b>66,253</b>	<b>0.950</b>	<b>108.37</b>	<b>0.811</b>	<b>22,116,990</b>	<b>165,423</b>	<b>1.176</b>
1997			49.30	651,061	16.68	39,032	0.560	27.59		3,635,376	73,740	0.524
1997			47.94	138,607	16.48	8,411	0.121	5.78		2,450,483	51,116	0.363
1997			38.17	497,254	16.34	30,432	0.436	16.66		5,485,756	143,719	1.022
1997			14.76	3,648,979	16.14	226,083	3.242	47.85		2,561,605	173,551	1.234
1997			28.66	990,384	15.57	63,608	0.912	26.14		4,496,142	156,879	1.116
1997			38.27	1,170,657	13.25	88,351	1.267	48.48		5,022,533	131,239	0.933
1997			28.55	835,518	12.48	66,949	0.960	27.41		4,306,818	150,852	1.073
1997			38.17	184,518	12.39	14,893	0.214	8.15		4,040,173	105,847	0.753
<b>Subtotals / Avg. BY 1997:</b>			<b>283.82</b>	<b>8,116,978</b>	<b>119.33</b>	<b>68,021</b>	<b>0.975</b>	<b>208.06</b>	<b>0.733</b>	<b>31,998,886</b>	<b>112,744</b>	<b>0.802</b>
1998			18.98	1,121,774	16.16	69,417	0.995	18.89		2,730,148	143,843	1.023
1998			38.29	1,545,109	15.98	96,690	1.386	53.09		7,254,489	189,462	1.347
1998			47.96	594,239	15.83	37,539	0.538	25.82		6,247,992	130,275	0.926
1998			44.33	1,588,708	15.63	101,645	1.458	64.61		7,317,204	165,062	1.174
1998			38.29	113,128	11.51	9,829	0.141	5.40		2,357,964	61,582	0.438
1998			38.29	887,649	15.56	57,047	0.818	31.32		4,694,725	122,610	0.872
1998			9.44	2,637,895	14.90	177,040	2.539	23.96		2,262,344	239,655	1.704
1998			14.73	1,075,281	14.47	74,311	1.066	15.70		2,609,085	177,127	1.260
1998			38.18	914,202	13.96	65,487	0.939	35.85		4,899,331	128,322	0.912
1998			28.67	1,678,609	13.56	123,791	1.775	50.89		5,209,062	181,690	1.292
1998			38.29	1,238,525	13.23	93,615	1.342	51.40		8,991,501	234,826	1.670
1998			9.52	998,072	13.08	76,305	1.094	10.42		1,614,368	169,576	1.206
<b>Subtotals / Avg. BY 1998:</b>			<b>364.97</b>	<b>14,393,191</b>	<b>173.87</b>	<b>82,781</b>	<b>1.187</b>	<b>387.35</b>	<b>1.061</b>	<b>56,188,214</b>	<b>153,953</b>	<b>1.095</b>

Notes: (a) As provided by NICA management evaluated as of December 31, 2014.  
 (b) Number of years since date of claim as shown in column (3) to December 31, 2014.  
 (c) Based on column (7) divided by the average for all birth years.  
 (d) Average annual payment relativity shown in column (8) is based on payments to date. This relativity is adjusted to account for expected difference in duration of remaining payments.  
 (e) Average annual remaining payment relativity based on payments to date after adjustment for expected difference in weight required for remaining average due to difference in estimated remaining life expectancy.  
 (f) Based on column (12) divided by the average for all birth years.



All Open Accepted Claims (AAA Only) with Life Expectancy

Birth Year	Claim #	Date of Claim	Remaining Life (a) Expectancy	Cumulative Paid (a) Loss & ALAE	Number of Years Since Date of Claim (b)	Average Annual Payment (5) / (6)	Indicated (c) Birth Year Relativity Based on Average Annual Payment	Remaining Life Expectancy X Annual Payment Relativity (d) (4) x (8)	Average Annual Remaining Payment Relativity Based on Cumulative Payments to Date (e) (9) / (4)	Current (a) Case O/S Loss & ALAE @ 12/31/14 (11)	Average Annual Remaining Payment Based on Case O/S & Life Expectancy (11) / (4) (12)	Average Annual Remaining Payment Relativity Based on Current Case O/S (f) (13)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
1999			14.76	2,231,566	15.36	145,284	2.083	30.75		3,508,058	237,673	1.690
1999			28.56	1,220,538	14.81	82,413	1.182	33.75		4,712,733	165,012	1.173
1999			18.98	930,308	12.44	74,784	1.072	20.35		4,132,317	217,720	1.548
1999			28.68	686,021	11.31	60,656	0.870	24.94		4,017,616	140,084	0.996
<b>Subtotals / Avg. BY 1999:</b>			<b>90.98</b>	<b>5,068,432</b>	<b>53.92</b>	<b>93,999</b>	<b>1.348</b>	<b>109.80</b>	<b>1.207</b>	<b>16,370,725</b>	<b>179,938</b>	<b>1.280</b>
2000			9.53	355,631	13.96	25,475	0.365	3.48		1,745,149	183,122	1.302
2000			14.73	1,053,541	13.71	76,845	1.102	16.23		2,181,554	148,103	1.053
2000			18.99	1,385,621	13.16	105,290	1.510	28.67		3,249,034	171,092	1.217
2000			47.88	406,301	12.62	32,195	0.462	22.10		6,394,166	133,546	0.950
2000			14.76	410,171	12.21	33,593	0.482	7.11		893,416	60,530	0.430
<b>Subtotals / Avg. BY 2000:</b>			<b>105.89</b>	<b>3,611,265</b>	<b>65.66</b>	<b>54,999</b>	<b>0.789</b>	<b>77.60</b>	<b>0.733</b>	<b>14,463,319</b>	<b>136,588</b>	<b>0.971</b>
2001			14.77	1,168,677	12.07	96,825	1.388	20.51		3,348,780	226,728	1.612
2001			38.22	692,228	11.75	58,913	0.845	32.29		5,263,436	137,714	0.979
2001			38.34	764,860	9.54	80,174	1.150	44.08		5,900,445	153,898	1.094
2001			28.71	1,336,249	8.83	151,331	2.170	62.30		5,621,774	195,812	1.392
<b>Subtotals / Avg. BY 2001:</b>			<b>120.04</b>	<b>3,962,015</b>	<b>42.19</b>	<b>93,909</b>	<b>1.347</b>	<b>159.17</b>	<b>1.326</b>	<b>20,134,434</b>	<b>167,731</b>	<b>1.193</b>
2002			19.12	672,129	12.12	55,456	0.795	15.20		3,053,128	159,682	1.135
2002			28.60	1,611,663	11.61	138,817	1.991	56.93		6,175,394	215,923	1.535
2002			38.36	693,494	11.56	59,991	0.860	33.00		5,317,185	138,613	0.986
2002			28.73	1,228,810	10.81	113,673	1.630	46.83		4,204,367	146,341	1.041
2002			38.24	890,903	10.70	83,262	1.194	45.66		4,649,112	121,577	0.865
2002			24.63	786,963	10.24	76,852	1.102	27.14		4,890,733	198,568	1.412
2002			19.66	290,847	10.20	28,514	0.409	8.04		3,456,445	175,811	1.250
2002			28.60	411,165	9.93	41,406	0.594	16.98		6,111,546	213,690	1.520
2002			28.73	680,489	9.80	69,438	0.996	28.61		3,779,943	131,568	0.936
2002			9.54	114,414	9.30	12,303	0.176	1.68		300,000	31,447	0.224
2002			49.33	519,826	7.79	66,730	0.957	47.20		5,436,782	110,212	0.784
2002			24.63	349,157	7.64	45,701	0.655	16.14		4,741,164	192,495	1.369
2002			38.24	771,803	7.50	102,907	1.476	56.43		5,826,515	152,367	1.083
2002			48.03	115,090	7.35	15,658	0.225	10.78		5,662,845	117,902	0.838
<b>Subtotals / Avg. BY 2002:</b>			<b>424.44</b>	<b>9,136,750</b>	<b>136.55</b>	<b>66,911</b>	<b>0.959</b>	<b>410.62</b>	<b>0.967</b>	<b>63,605,161</b>	<b>149,857</b>	<b>1.066</b>
2003			19.03	469,971	9.43	49,838	0.715	13.60		3,673,118	193,017	1.373
2003			24.59	674,781	8.94	75,479	1.082	26.61		4,557,660	185,346	1.318
2003			19.03	1,119,674	8.19	136,712	1.960	37.31		4,389,737	230,675	1.640
<b>Subtotals / Avg. BY 2003:</b>			<b>62.65</b>	<b>2,264,426</b>	<b>26.56</b>	<b>85,257</b>	<b>1.223</b>	<b>77.52</b>	<b>1.237</b>	<b>12,620,515</b>	<b>201,445</b>	<b>1.432</b>

Notes: (a) As provided by NICA management evaluated as of December 31, 2014.  
 (b) Number of years since date of claim as shown in column (3) to December 31, 2014.  
 (c) Based on column (7) divided by the average for all birth years.  
 (d) Average annual payment relativity shown in column (8) is based on payments to date. This relativity is adjusted to account for expected difference in duration of remaining payments.  
 (e) Average annual remaining payment relativity based on payments to date after adjustment for expected difference in weight required for remaining average due to difference in estimated remaining life expectancy.  
 (f) Based on column (12) divided by the average for all birth years.

All Open Accepted Claims (AAA Only) with Life Expectancy

Birth Year	Claim #	Date of Claim	Remaining Life (a) Expectancy	Cumulative Paid (a) Loss & ALAE	Number of Years Since Date of Claim (b)	Average Annual Payment (5) / (6)	Indicated (c) Birth Year Relativity Based on Average Annual Payment	Remaining Life Expectancy X Annual Payment Relativity (d) (4) x (8)	Average Annual Remaining Payment Relativity Based on Cumulative Payments to Date (e) (9) / (4)	Current (a) Case O/S Loss & ALAE @ 12/31/14 (11)	Average Annual Remaining Payment Based on Case O/S & Life Expectancy (11) / (4) (12)	Average Annual Remaining Payment Relativity Based on Current Case O/S (f) (13)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
2004			38.28	312,761	10.15	30,814	0.442	16.91		4,144,396	108,265	0.770
2004			19.04	915,776	9.13	100,304	1.438	27.38		3,940,662	206,968	1.472
2004			28.64	808,454	9.04	89,431	1.282	36.73		3,508,325	122,497	0.871
2004			47.96	148,881	5.88	25,320	0.363	17.41		3,433,243	71,586	0.509
2004			28.64	417,673	5.85	71,397	1.024	29.32		5,977,603	208,715	1.484
<b>Subtotals / Avg. BY 2004:</b>			<b>162.56</b>	<b>2,603,545</b>	<b>40.05</b>	<b>65,007</b>	<b>0.932</b>	<b>127.76</b>	<b>0.786</b>	<b>21,004,229</b>	<b>129,209</b>	<b>0.919</b>
2005			38.42	409,214	8.80	46,502	0.667	25.62		4,674,422	121,666	0.865
2005			38.30	567,799	8.08	70,272	1.008	38.59		6,868,921	179,345	1.275
2005			47.98	275,906	7.93	34,793	0.499	23.94		4,882,079	101,752	0.724
2005			9.85	1,255,243	7.26	172,899	2.479	24.42		2,193,642	222,705	1.584
2005			19.06	723,784	6.90	104,896	1.504	28.67		2,994,343	157,101	1.117
2005			47.98	115,899	6.35	18,252	0.262	12.56		3,802,526	79,252	0.564
2005			9.85	433,743	5.33	81,378	1.167	11.49		2,609,916	264,966	1.884
<b>Subtotals / Avg. BY 2005:</b>			<b>211.44</b>	<b>3,781,588</b>	<b>50.65</b>	<b>74,661</b>	<b>1.071</b>	<b>165.29</b>	<b>0.782</b>	<b>28,025,849</b>	<b>132,548</b>	<b>0.943</b>
2006			19.08	679,563	8.10	83,897	1.203	22.95		2,925,950	153,352	1.090
2006			28.79	638,290	7.60	83,985	1.204	34.67		4,691,363	162,951	1.159
2006			48.00	563,940	5.37	105,017	1.506	72.28		3,833,953	79,874	0.568
2006			28.68	1,840,025	6.35	289,768	4.155	119.17		8,653,265	301,718	2.146
2006			38.32	582,395	6.27	92,886	1.332	51.04		4,535,898	118,369	0.842
2006			19.08	258,565	6.02	42,951	0.616	11.75		2,749,628	144,110	1.025
2006			28.68	156,912	5.93	26,461	0.379	10.88		2,917,313	101,719	0.723
2006			28.79	242,199	5.18	46,756	0.670	19.30		3,625,286	125,922	0.895
2006			28.68	304,768	4.18	72,911	1.045	29.98		3,834,220	133,690	0.951
2006			48.00	165,120	4.06	40,670	0.583	27.99		5,971,488	124,406	0.885
<b>Subtotals / Avg. BY 2006:</b>			<b>316.10</b>	<b>5,431,775</b>	<b>59.06</b>	<b>91,970</b>	<b>1.319</b>	<b>400.03</b>	<b>1.266</b>	<b>43,738,366</b>	<b>138,369</b>	<b>0.984</b>
2007			14.76	922,376	6.48	142,342	2.041	30.13		3,408,223	230,909	1.642
2007			24.66	577,946	6.22	92,917	1.332	32.86		3,299,915	133,817	0.952
2007			28.81	516,937	5.85	88,365	1.267	36.50		4,474,593	155,314	1.104
2007			48.13	686,942	5.73	119,885	1.719	82.74		9,872,694	205,126	1.459
2007			19.09	1,276,320	5.42	235,483	3.377	64.46		4,547,171	238,196	1.694
2007			20.00	218,615	5.39	40,559	0.582	11.63		1,670,369	83,518	0.594
2007			19.69	541,069	4.85	111,561	1.600	31.50		3,574,429	181,535	1.291
2007			38.45	528,673	3.55	148,922	2.135	82.11		6,332,154	164,685	1.171
<b>Subtotals / Avg. BY 2007:</b>			<b>213.59</b>	<b>5,268,877</b>	<b>43.49</b>	<b>121,151</b>	<b>1.737</b>	<b>371.92</b>	<b>1.741</b>	<b>37,179,549</b>	<b>174,070</b>	<b>1.238</b>

- Notes: (a) As provided by NICA management evaluated as of December 31, 2014.  
 (b) Number of years since date of claim as shown in column (3) to December 31, 2014.  
 (c) Based on column (7) divided by the average for all birth years.  
 (d) Average annual payment relativity shown in column (8) is based on payments to date. This relativity is adjusted to account for expected difference in duration of remaining payments.  
 (e) Average annual remaining payment relativity based on payments to date after adjustment for expected difference in weight required for remaining average due to difference in estimated remaining life expectancy.  
 (f) Based on column (12) divided by the average for all birth years.

All Open Accepted Claims (AAA Only) with Life Expectancy

Birth Year	Claim #	Date of Claim	Remaining Life (a) Expectancy	Cumulative Paid (a) Loss & ALAE	Number of Years Since Date of Claim (b)	Average Annual Payment (5) / (6)	Indicated (c) Birth Year Relativity Based on Average Annual Payment	Remaining Life Expectancy X Annual Payment Relativity (d) (4) x (8)	Average Annual Remaining Payment Relativity Based on Cumulative Payments to Date (e) (9) / (4)	Current (a) Case O/S Loss & ALAE @ 12/31/14 (11)	Average Annual Remaining Payment Based on Case O/S & Life Expectancy (12) / (4)	Average Annual Remaining Payment Relativity Based on Current Case O/S (f) (13)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
2008			28.72	104,441	5.95	17,553	0.252	7.23		4,748,895	165,351	1.176
2008			38.47	421,943	5.75	73,381	1.052	40.48		6,347,796	165,006	1.173
2008			28.83	433,158	5.37	80,663	1.157	33.35		4,906,631	170,192	1.210
2008			38.36	124,437	4.90	25,395	0.364	13.97		3,785,137	98,674	0.702
2008			38.36	123,256	4.85	25,414	0.364	13.98		2,465,893	64,283	0.457
2008			28.72	443,173	4.59	96,552	1.384	39.76		6,702,784	233,384	1.660
2008			39.44	564,498	4.48	126,004	1.807	71.26		6,436,195	163,190	1.160
2008			48.04	94,516	4.24	22,291	0.320	15.36		6,323,146	131,623	0.936
2008			19.40	123,956	3.34	37,112	0.532	10.32		3,098,840	159,734	1.136
<b>Subtotals / Avg. BY 2008:</b>			<b>308.34</b>	<b>2,433,377</b>	<b>43.47</b>	<b>55,978</b>	<b>0.803</b>	<b>245.70</b>	<b>0.797</b>	<b>44,815,318</b>	<b>145,344</b>	<b>1.034</b>
2009			39.49	451,730	5.41	83,499	1.197	47.28		5,919,681	149,903	1.066
2009			29.56	430,483	4.68	91,983	1.319	38.99		4,963,852	167,925	1.194
2009			48.47	303,903	4.67	65,076	0.933	45.23		7,369,977	152,052	1.081
2009			24.67	378,207	4.55	83,122	1.192	29.40		3,831,309	155,302	1.104
2009			29.56	115,484	4.29	26,919	0.386	11.41		4,008,851	135,617	0.964
2009			19.95	334,699	3.87	86,486	1.240	24.74		3,411,075	170,981	1.216
2009			29.22	294,724	3.32	88,772	1.273	37.20		3,597,650	123,123	0.876
2009			49.38	111,806	3.32	33,676	0.483	23.85		3,863,546	78,241	0.556
2009			29.60	246,881	2.51	98,359	1.410	41.75		4,801,174	162,202	1.153
<b>Subtotals / Avg. BY 2009:</b>			<b>299.90</b>	<b>2,667,917</b>	<b>36.62</b>	<b>72,854</b>	<b>1.045</b>	<b>299.84</b>	<b>1.000</b>	<b>41,767,115</b>	<b>139,270</b>	<b>0.990</b>
2010			39.75	416,775	3.76	110,845	1.589	63.18		4,817,262	121,189	0.862
2010			58.65	248,633	3.61	68,873	0.988	57.92		6,409,703	109,287	0.777
2010			14.80	116,093	2.84	40,878	0.586	8.68		300,001	20,270	0.144
2010			49.35	119,900	2.26	53,053	0.761	37.54		4,972,125	100,752	0.716
2010			40.00	182,471	2.04	89,447	1.283	51.30		4,349,712	108,743	0.773
2010			49.38	110,051	2.01	54,752	0.785	38.77		4,249,129	86,050	0.612
<b>Subtotals / Avg. BY 2010:</b>			<b>251.93</b>	<b>1,193,924</b>	<b>16.52</b>	<b>72,271</b>	<b>1.036</b>	<b>257.39</b>	<b>1.022</b>	<b>25,097,931</b>	<b>99,623</b>	<b>0.708</b>
2011			30.77	296,490	3.25	91,228	1.308	40.25		4,660,270	151,455	1.077
2011			30.27	111,046	2.91	38,160	0.547	16.56		4,206,091	138,952	0.988
2011			30.34	269,941	2.23	121,050	1.736	52.66		4,278,868	141,031	1.003
2011			40.00	139,405	2.21	63,079	0.905	36.18		4,616,247	115,406	0.821
2011			40.01	29,963	2.21	13,558	0.194	7.78		4,853,681	121,312	0.863
2011			20.56	118,792	2.13	55,771	0.800	16.44		1,788,763	87,002	0.619
2011			30.00	153,622	1.63	94,247	1.351	40.54		4,455,192	148,506	1.056
<b>Subtotals / Avg. BY 2011:</b>			<b>221.95</b>	<b>1,119,259</b>	<b>16.57</b>	<b>67,547</b>	<b>0.969</b>	<b>210.42</b>	<b>0.948</b>	<b>28,859,112</b>	<b>130,025</b>	<b>0.925</b>
2012			40.10	73,076	2.34	31,229	0.448	17.96		6,911,531	172,357	1.226
2012			30.37	63,643	2.34	27,198	0.390	11.84		5,703,295	187,794	1.335
2012			50.00	116,235	0.98	118,607	1.701	85.04		4,376,835	87,537	0.622
2012			50.00	112,373	0.65	172,882	2.479	123.95		4,441,610	88,832	0.632
<b>Subtotals / Avg. BY 2012:</b>			<b>170.47</b>	<b>365,327</b>	<b>6.31</b>	<b>57,897</b>	<b>0.830</b>	<b>238.79</b>	<b>1.401</b>	<b>21,433,271</b>	<b>125,730</b>	<b>0.894</b>

Notes: (a) As provided by NICA management evaluated as of December 31, 2014.  
 (b) Number of years since date of claim as shown in column (3) to December 31, 2014.  
 (c) Based on column (7) divided by the average for all birth years.  
 (d) Average annual payment relativity shown in column (8) is based on payments to date. This relativity is adjusted to account for expected difference in duration of remaining payments.  
 (e) Average annual remaining payment relativity based on payments to date after adjustment for expected difference in weight required for remaining average due to difference in estimated remaining life expectancy.  
 (f) Based on column (12) divided by the average for all birth years.

All Open Accepted Claims (AAA Only) with Life Expectancy

Birth Year	Claim #	Date of Claim	Remaining Life (a) Expectancy	Cumulative Paid (a) Loss & ALAE	Number of Years Since Date of Claim (b)	Average Annual Payment (5) / (6)	Indicated (c) Birth Year Relativity Based on Average Annual Payment	Remaining Life Expectancy X Annual Payment Relativity (d) (4) x (8)	Average Annual Remaining Payment Relativity Based on Cumulative Payments to Date (e) (9) / (4)	Current (a) Case O/S Loss & ALAE @ 12/31/14	Average Annual Remaining Payment Based on Case O/S & Life Expectancy (11) / (4)	Average Annual Remaining Payment Relativity Based on Current Case O/S (f)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
2013			30.44	265,464	1.85	143,494	2.058	62.63		5,100,681	167,565	1.192
2013			30.00	145,555	1.32	110,269	1.581	47.44		5,469,532	182,318	1.296
<b>Subtotals / Avg. BY 2013:</b>			<b>60.44</b>	<b>411,018</b>	<b>3.17</b>	<b>129,659</b>	<b>1.859</b>	<b>110.07</b>	<b>1.821</b>	<b>10,570,213</b>	<b>174,888</b>	<b>1.244</b>
2014			20.00	113,690	0.42	270,691	3.882	77.63		3,706,110	185,305	1.318
<b>Subtotals / Avg. BY 2014:</b>			<b>20.00</b>	<b>113,690</b>	<b>0.42</b>	<b>270,691</b>	<b>3.882</b>	<b>77.63</b>	<b>3.882</b>	<b>3,706,110</b>	<b>185,305</b>	<b>1.318</b>
<b>Totals / Averages:</b>			<b>4,904.64</b>	<b>127,682,838</b>	<b>1,830.88</b>	<b>69,739</b>				<b>689,727,022</b>	<b>140,627</b>	

- Notes: (a) As provided by NICA management evaluated as of December 31, 2014.  
 (b) Number of years since date of claim as shown in column (3) to December 31, 2014.  
 (c) Based on column (7) divided by the average for all birth years.  
 (d) Average annual payment relativity shown in column (8) is based on payments to date. This relativity is adjusted to account for expected difference in duration of remaining payments.  
 (e) Average annual remaining payment relativity based on payments to date after adjustment for expected difference in weight required for remaining average due to difference in estimated remaining life expectancy.  
 (f) Based on column (12) divided by the average for all birth years.

A. Adjustment for Life Expectancy (a) **1.250**

Birth Year	Accepted Claim Counts AAA with life expectancy			Average Life Expectancy				After (a) Adjustment Selected Remaining Life Expectancy (8) x A
	Reported Counts (b)	Ultimate Counts (c)	IBNR (3) - (2)	Actual Birth Year	All Birth Years	Indicated (d) Average Life Expectancy	Selected (e) Average Life Expectancy	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1989				20.13			20.13	25.16
1990				14.37			14.37	17.96
1991				29.35			29.35	36.69
1992				29.78			29.78	37.23
1993				28.27			28.27	35.34
1994				33.44			33.44	41.80
1995				32.52			32.52	40.65
1996				22.28			22.28	27.85
1997				35.48			35.48	44.35
1998				30.41			30.41	38.01
1999				22.75			22.75	28.44
2000				21.18			21.18	26.48
2001				30.01			30.01	37.51
2002				30.32			30.32	37.90
2003				20.88			20.88	26.10
2004				32.51			32.51	40.64
2005				30.21			30.21	37.76
2006				31.61			31.61	39.51
2007				26.70			26.70	33.38
2008				34.26			34.26	42.83
2009				33.32			33.32	41.65
2010	6	7	1	41.99	30.09	40.29	<b>41.00</b>	51.25
2011	7	12	5	31.71	30.09	31.04	<b>32.00</b>	40.00
2012	4	10	6	42.62	30.09	35.10	<b>36.00</b>	45.00
2013	2	10	8	30.22	30.09	30.12	<b>31.00</b>	38.75
2014	1	12	11	20.00	30.09	29.25	<b>30.00</b>	37.50

- Notes: (a) Final selected remaining life expectancy estimated to include consideration of increased life expectancy over time by 0.2 per year.  
 (b) Based on AAA claims with life expectancy.  
 (c) See Exhibit X, Sheet 1a, Column (10) minus Column (3).  
 (d) Based on the formula:  $\{[(5) \times (2)] + [(6) \times (4)]\} / (3)$ .  
 (e) For birth years 2009 and prior, it is based on actual average remaining life expectancy by birth year as shown in column (5). For birth years 2010 to 2014, see column (7).