



August 25, 2005

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Personal Auto Policy Revisions

On August 23, 2005, the North Carolina Rate Bureau submitted a filing to the North Carolina Department of Insurance requesting approval of various revisions to the North Carolina Personal Automobile Policy Program. These revisions include forms, manual and rate revisions. The filing may be viewed at the following link <http://infoportal.ncdoi.net/filingdetail.jsp?tn=PC086528> .

It has been proposed that these revisions become effective in accordance with the following Rule of Application:

These changes become effective with respect to new and renewal policies written to become effective the first day of the month following six months after the Commissioner's approval.

This Circular serves as advanced notice of the pending changes. Member companies cannot implement these changes until approved by the Department of Insurance and an effective date has been established. You will be notified by circular letter when the proposed revisions are approved. Please keep in mind that revisions to the filing may be necessary prior to the approval of the filing and that the content of the filing may change prior to approval.

Please see to it that this Circular is brought to the attention of those interested within your company.

Very truly yours,

F. Timothy Lucas

Personal Lines Manager

FTL:dp

A-05-2