November 8, 2006

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Territory Code Editorial Corrections
(Amendment)
Dwelling Policy Program

We announced to you in Circular Letter P-06-20 dated November 1, 2006 that the Commissioner of Insurance recently approved revised Dwelling Manual Pages DP-R-16-18 and DP-R-19 correcting the territory codes that were not amended to the new territory definitions effective with the dwelling rate level change that took effect on November 15, 2003. Inadvertently, Manual Page DP-R-15, correcting the same territory codes, should have been included with this announcement.

Attached is a copy of manual page DP-R-15 with the territory code corrections. This is an editorial change only and does not affect rates.

Please see to it that this circular is brought to the attention of all interested personnel in your company.

Very truly yours,

F. Timothy Lucas
Personal Lines Manager

FTL:dms
Attachment
P-06-21
302. VANDALISM & MALICIOUS MISCHIEF – (DP 00 01)
Rate per $1,000
Not Seasonal or Vacant ......................... $ .17
Seasonal & Not Vacant ...................... 1.40
Vacant ........................................... 9.30
In Course of Construction ..................... .19

404. MOBILE OR TRAILER HOMES – (DP 00 01)
Use the One Family, Coverage A or C, Frame BASE PREMIUM.

406. DEDUCTIBLES
B. $100 Deductible
Minimum Additional Charge ........................ $25.00

500. MISCELLANEOUS RATES
The following rates per $1,000 apply to all occupancies, territories, construction and protection classifications, unless otherwise specified:

Fire: Protection Class 1-8 ......................... $ 2.50
9, 9E, 9S & 10 ............................... 4.50
Extended Coverage (DP 00 01) ................. 1.00
Broad Form (DP 00 02) ....................... 1.50
Special Form (DP 00 03 or End.
DP 04 65) ........................................ 2.00

507. FIRE DEPARTMENT SERVICE CHARGE
Additional rate per $1,000 of insurance ........................................... $15.00

508. TREES, SHRUBS AND OTHER PLANTS
C.1. The following rates per $1,000 apply to all occupancies, territories, construction and protection classifications, unless otherwise specified:

(DP 00 01)
Fire: Protection Class 1-8 ........................ $ 2.50
9, 9E, 9S & 10 ............................... 4.50

Extended Coverage
a. (DP 00 01) – All Specified Perils

<table>
<thead>
<tr>
<th>Territory</th>
<th>Including</th>
<th>Excluding</th>
</tr>
</thead>
<tbody>
<tr>
<td>05-06</td>
<td>57.00</td>
<td>1.00</td>
</tr>
<tr>
<td>42-43</td>
<td>29.00</td>
<td>1.00</td>
</tr>
<tr>
<td>32, 34, 41</td>
<td>15.00</td>
<td>1.00</td>
</tr>
<tr>
<td>45-47, 53</td>
<td>13.10</td>
<td>1.00</td>
</tr>
<tr>
<td>36-39, 39, 44, 45, 47, 53</td>
<td>12.10</td>
<td></td>
</tr>
</tbody>
</table>

b. Windstorm or Hail (DP 00 02/03)

<table>
<thead>
<tr>
<th>Territory</th>
<th>Including</th>
<th>Excluding</th>
</tr>
</thead>
<tbody>
<tr>
<td>05-06</td>
<td>56.00</td>
<td></td>
</tr>
<tr>
<td>42-43</td>
<td>28.00</td>
<td></td>
</tr>
<tr>
<td>32, 35, 41</td>
<td>14.00</td>
<td></td>
</tr>
<tr>
<td>32, 34, 41, 45, 47, 53</td>
<td>12.10</td>
<td></td>
</tr>
<tr>
<td>36-40</td>
<td></td>
<td></td>
</tr>
<tr>
<td>36, 38, 39, 44, 45, 47, 57, 60</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

509. EARTHQUAKE COVERAGE
E.1. Base Deductible – Rate per $1,000

<table>
<thead>
<tr>
<th>Zone</th>
<th>Frame+</th>
<th>Masonry+</th>
<th>Superior</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Table A
Cov. F
A, B, D
or E Improvements, etc. & Other
Building Options
3 $ .36 $ 1.72 $ .68
4 .23 1.05 .39
5 .18 .57 .27
+
If exterior Masonry Veneer is covered, rate as Masonry; if not covered – rate as Frame.

Zone Definitions
Zone 3
Anson Davie Richmond
Brunswick Gaston Robeson
Cabarrus Iredell Rowan
Catawba Lincoln Scotland
Cleveland Mecklenburg Stanly
Columbus Montgomery Union

Zone 4
Alexander Forsyth Pender
Alleghany Graham Polk
Ashe Haywood Randolph
Avery Henderson Rutherford
Bladen Hoke Surry
Burke Jackson Swain
Caldwell Madison Watauga
Cherokee McDowell Wilkes
Clay Mitchell Yadkin
Cumberland Moore Yancey
Davidson New Hanover

Zone 5
Balance of state

510. THEFT COVERAGE
Rate per $1,000
B.1.a. On-Premises Not Applicable
Off-Premises Not Applicable

511. SINKHOLE COLLAPSE COVERAGE
Rate per $1,000
Cov. A or B and Other Bldg. Options ............ $ .30
Cov. C or Personal Property Options ............ .10