November 20, 2002

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance

        Loss Costs Filing

As previously announced, the Rate Bureau's workers compensation insurance loss costs reference filing was submitted to the North Carolina Commissioner of Insurance on September 20, 2002.

The filing proposed an average change of 0.0% from the loss costs approved effective April 1, 2002. By industry group, the changes are: Manufacturing, 1.0% increase; Contracting, 5.4% decrease; Office and Clerical, 7.0% increase; Goods and Services, 2.5% increase; and Miscellaneous, 0.2% decrease. Within each industry group, the change will vary from the average by classification depending upon the volume and character of the particular classification experience.

The filing proposed an average pure premium level increase of 9.9% for classifications which contemplate exposure under the United States Longshore and Harbor Workers Compensation Act ("F" classifications).

The prospective loss costs, rating values and miscellaneous values contained in the filing have been approved by the Commissioner of Insurance for use with policies that have an anniversary rating date effective on or after April 1, 2003. Exhibits which reflect the approved loss costs, rating values and miscellaneous values are attached.

The prospective loss costs are based on historical data that have been developed and trended to their ultimate values and, except for loss adjustment expenses which are specifically authorized to be included in the loss costs by statute, include no provisions for expenses, dividends, profit or contingencies. Additionally, the approved loss costs contain no specific provision for catastrophe or terrorism.

Pursuant to NCGS §58-36-100, the filing does not develop or propose minimum premiums, minimum premium formulas, expense constants or premium discount plans. Any amendments to an insurer's current minimum premiums, minimum premium formula, expense constant or premium discount plan must be filed with the North Carolina Department of Insurance.

With regard to the Bureau's prospective loss costs reference filings, NCGS §58-36-100 (j) provides as follows:

(1)   If the insurer has filed to have its loss multiplier remain on file, applicable to subsequent reference filings, and a new reference filing is filed and approved and if:

   a.   The insurer decides to use the revision of the prospective loss costs and effective date as filed, then the insurer does not file anything with the Commissioner. Rates are the combination of the prospective loss costs and the on-file loss multiplier and become effective on the effective date of the loss costs.

   b.   The insurer decides to use the prospective loss costs as filed but with a different effective date, then the insurer must notify the Commissioner of its effective date before the effective date of the loss costs.

   c.   The insurer decides to use the revision of the prospective loss costs, but wishes to change its loss multiplier, then the insurer must file a revised reference filing adoption form before the effective date of the reference filing.

   d.   The insurer decides not to revise its rates using the prospective loss costs, then the insurer must notify the Commissioner before the effective date of the loss costs.

(2) If an insurer has not elected to have its loss multiplier remain on file, applicable to future prospective loss costs reference filings, and a new reference filing is filed and approved, and if:

    a.   The insurer decides to use the prospective loss costs to revise its rates, then the insurer must file a reference filing adoption form, including its effective date.

    b.   The insurer decides not to use the revisions, then the insurer does not file anything with the Commissioner.

    c.   The insurer decides to change its multiplier, then the insurer must file a reference filing adoption form referencing the current approved prospective loss costs, including its effective date and, if applicable, its loss costs modification factor and supporting documentation. The insurer shall not make a change to its loss cost multiplier based on any reference filing other than the current approved reference filing.

The approved loss costs and rating values are available as a Microsoft Excel spreadsheet and an Adobe Acrobat pdf file on our web site at www.ncrb.org.

Included in the attached documents are approved advisory Miscellaneous Values and Retrospective Rating Plan State Special Rating Values. Pursuant to NCGS §58-36-100(1), as a result of the Commissioner's approval of the miscellaneous and Retrospective Rating Plan values, (i) a carrier may elect to implement the values, in which event the carrier need not file anything with the Commissioner; (ii) a carrier may elect to implement the values with a different effective date, in which event the carrier must notify the Commissioner of its effective date before the effective date of the Bureau filing; (iii) a carrier may elect not to implement the values, in which event the carrier must notify the Commissioner before the effective date of the Bureau filing; or (iv) a carrier may elect to implement the values with modifications, in which event the carrier must file the modifications with the Commissioner, must specify the basis for the modifications and must specify the carrier's proposed effective date, if different from the effective date of the Bureau filing.

With regard to the Loss Elimination Ratios shown with the advisory Miscellaneous Values, a carrier should file with the Commissioner its factor(s) to be applied to the approved Loss Elimination Ratios or its own table of deductible percentages. Similarly, with regard to the Retrospective Rating Plan, each carrier should file its factor(s) to be applied to the Excess Loss Pure Premium Factors and Excess Loss and Allocated Expense Pure Premium Factors or file it own tables. It is the Rate Bureau's interpretation of the statute that, if the factors for these tables have previously been filed and approved, or, if filed on or after September 1, 1997 and not disapproved, and, if the factors will not be revised, they may be applied to the April 1, 2003 tables without a new filing with the Commissioner.

Note: The obligations of carriers with respect to use of the prospective loss costs and use of the advisory Miscellaneous Values and Retrospective Rating Plan State Special Rating Values are different. The statutory provisions with regard to use of the approved prospective loss costs and an insurer's loss multiplier are set forth in NCGS §58-36-100, portions of which have been quoted above. With respect to the advisory Miscellaneous Values and Retrospective Rating Plan State Special Rating Values, a carrier is required to implement those values effective April 1, 2003 unless it makes a filing with the Commissioner indicating that it elects to do otherwise, as described above.

We will provide a copy of the approved loss costs reference filing to the Home Office of each member insurance company or insurance company group, in the manner previously requested by each company or group. North Carolina Department of Insurance forms for filing of an individual insurer's loss costs multiplier and/or changes in (i) minimum premium formula, (ii) expense constant(s) and/or (iii) premium discount schedules are available on our web site.

          Very truly yours,

          Jerry G. Hamrick

          Workers Compensation Manager

JGH:dg

Enclosures

C-02-8

Exhibit III   *Effective April 1, 2003*   **Page S1**

CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO
0005	2.34	1.23	0.24	0.34	1925	4.95	2.71	0.26	0.33	2623	3.21	1.67	0.24	0.31
0008	2.91	1.47	0.22	0.30	2001	4.00	2.26	0.27	0.38	2651	1.79	1.02	0.28	0.39
0016	5.86	3.16	0.26	0.47	2002	4.20	2.28	0.25	0.33	2660	2.48	1.40	0.27	0.40
0034	4.02	2.11	0.24	0.35	2003	4.03	2.01	0.24	0.34	2670	1.89	1.06	0.26	0.37
0035	2.35	1.32	0.27	0.33	2014	4.36	2.05	0.22	0.33	2683	2.63	1.49	0.28	0.42
0036	5.00	2.65	0.25	0.39	2016	2.28	1.02	0.19	0.38	2688	2.16	1.18	0.27	0.33
0037	4.00	1.91	0.21	0.37	2021	2.18	1.17	0.25	0.30	2705X*	45.01	20.85	0.21	0.25
0042	5.66	2.82	0.22	0.34	2039	4.20	2.27	0.25	0.27	2706X	15.54	6.65	0.19	0.30
0050	7.64	3.47	0.18	0.24	2041	2.73	1.50	0.27	0.44	2710	6.09	2.87	0.22	0.32
0059D	0.38	0.08	0.18	—	2065	3.41	1.69	0.22	0.30	2714	3.68	1.92	0.24	0.34
0065D	0.07	0.02	0.24	—	2070	2.80	1.37	0.21	0.28	2727X	8.52	3.34	0.16	0.20
0066D	0.07	0.02	0.26	—	2081	4.18	2.41	0.28	0.39	2731	4.43	2.33	0.24	0.32
0067D	0.07	0.02	0.23	—	2089	5.23	2.84	0.26	0.38	2735	4.19	2.40	0.28	0.36
0079	2.98	1.30	0.20	0.32	2095	3.78	1.97	0.24	0.33	2759	5.90	3.16	0.25	0.35
0083	4.55	2.18	0.21	0.29	2105	3.97	2.09	0.24	0.36	2790	3.44	1.93	0.27	0.34
0106	25.87	10.56	0.18	0.28	2110	2.50	1.45	0.28	0.34	2791X	1.66	0.90	0.25	0.41
0113	4.13	2.27	0.26	0.35	2111	2.41	1.27	0.24	0.33	2797X	3.63	2.02	0.26	0.36
0170	4.28	2.11	0.22	0.31	2112	1.82	1.03	0.27	0.36	2802	4.92	2.56	0.24	0.36
0251	4.20	2.07	0.22	0.31	2114	3.41	1.82	0.25	0.34	2812	4.22	2.21	0.24	0.34
0400	7.14	3.27	0.19	0.32	2121	4.22	2.21	0.24	0.24	2835	2.09	1.20	0.27	0.40
0401	13.18	5.69	0.19	0.29	2130	4.04	1.92	0.20	0.27	2836	1.70	1.02	0.29	0.36
0763FN	1.96	—	—	—	2131	1.70	0.87	0.23	0.29	2841	3.81	2.32	0.30	0.36
0771N	0.48	—	—	—	2143	3.20	1.65	0.23	0.33	2881	2.67	1.54	0.28	0.34
0908P	97.00	50.74	0.24	0.32	2150	6.29	3.41	0.25	0.33	2883	3.12	1.64	0.24	0.33
0909P	86.00	43.67	0.23	0.35	2156	2.94	1.51	0.23	0.31	2913	3.21	2.00	0.31	0.32
0912P	398.00	197.77	0.22	0.33	2157	2.67	1.40	0.24	0.30	2915	5.31	2.68	0.23	0.31
0913P	239.00	107.82	0.18	0.28	2172	1.91	0.97	0.22	0.20	2916	3.37	1.98	0.29	0.36
0917	4.28	2.48	0.28	0.37	2174	3.37	1.67	0.20	0.24	2923	3.65	2.02	0.27	0.42
1005*	8.52	1.34	0.16	0.21	2211	6.55	2.93	0.21	0.33	2942	2.74	1.63	0.29	0.37
1164	7.33	2.90	0.18	0.26	2220	2.30	1.18	0.23	0.30	2960	6.05	2.85	0.20	0.30
1165XE	3.79	1.37	0.14	0.20	2286	1.52	0.81	0.25	0.30	3004	2.03	0.91	0.20	0.28
1320	2.98	1.22	0.18	0.26	2288	4.14	2.11	0.23	0.30	3018	4.41	2.23	0.22	0.30
1322	12.12	4.84	0.17	0.23	2300	5.41	2.57	0.20	0.36	3022	3.17	1.76	0.26	0.34
1430	4.54	1.96	0.19	0.26	2302	1.94	1.01	0.24	0.32	3027	3.54	2.03	0.28	0.36
1438	4.09	1.60	0.16	0.24	2305	1.62	0.74	0.18	0.21	3028	3.81	2.11	0.26	0.36
1452	2.26	0.99	0.19	0.25	2361	1.68	0.89	0.25	0.32	3030	6.18	2.67	0.19	0.24
1463	10.73	4.14	0.15	0.22	2362	1.97	1.02	0.23	0.30	3040	6.08	2.76	0.21	0.30
1470	3.66	1.50	0.18	0.26	2380	2.06	1.12	0.25	0.33	3041	4.19	2.27	0.25	0.30
1473X	2.11	1.03	0.23	0.31	2386	1.96	0.90	0.18	0.32	3042	2.72	1.36	0.22	0.31
1474X	2.49	1.08	0.19	0.27	2388	2.07	1.16	0.26	0.32	3064	2.77	1.44	0.24	0.33
1624E	3.99	1.74	0.19	0.25	2402	3.15	1.43	0.21	0.28	3066	4.34	2.25	0.24	0.34
1642	3.40	1.54	0.21	0.28	2413	2.58	1.32	0.23	0.31	3076	2.98	1.62	0.26	0.33
1654	5.75	2.36	0.18	0.30	2416	1.11	0.61	0.26	0.32	3081D	3.74	1.75	0.23	0.30
1655	3.94	1.77	0.20	0.25	2417	1.82	1.04	0.27	0.32	3082D	4.52	2.23	0.24	0.34
1699	3.06	1.51	0.24	0.31	2501	1.89	1.02	0.25	0.32	3085D	2.87	1.46	0.26	0.33
1701	2.98	1.32	0.20	0.27	2503	1.36	0.78	0.27	0.33	3110	5.20	2.78	0.25	0.32
1710	7.07	2.88	0.18	0.29	2534	1.95	1.12	0.28	0.37	3111	3.66	1.74	0.20	0.30
1741D	2.95	0.97	0.18	0.26	2570	4.03	2.13	0.24	0.35	3113	2.54	1.30	0.23	0.33
1747	3.32	1.32	0.17	0.24	2576	4.15	2.29	0.26	0.32	3114	1.88	0.96	0.23	0.32
1748	3.09	1.64	0.26	0.34	2578	4.32	2.69	0.31	0.33	3118	3.10	1.68	0.25	0.31
1803D	6.97	2.61	0.20	0.28	2585	2.98	1.59	0.25	0.34	3119	0.82	0.49	0.29	0.39
1852D	2.45	1.26	0.26	0.27	2586	2.02	1.07	0.26	0.33	3122	2.12	1.15	0.26	0.39
1853	4.08	2.10	0.24	0.37	2587	1.76	0.93	0.24	0.33	3126	2.69	1.40	0.24	0.30
1860	2.65	1.33	0.23	0.38	2589	1.98	1.08	0.25	0.33	3131	1.62	0.81	0.22	0.31
1924	2.21	1.15	0.24	0.32	2600	3.45	1.81	0.24	0.28	3132	3.46	1.81	0.26	0.33

* Refer to the Footnotes Page for additional information on this class code.

ADVISORY LOSS COSTS — NOT RATES
Advisory loss costs exclude all expenses except loss adjustment expense.

NORTH CAROLINA

Exhibit III　　　　　　　　　　　　　　*Effective April 1, 2003*　　　　　　　　　　　　　　**Page S2**

CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO
3145	1.68	0.91	0.25	0.34	3822X	3.85	2.17	0.27	0.36	4452	2.48	1.33	0.25	0.34
3146	2.18	1.19	0.26	0.35	3824X	3.68	2.07	0.27	0.31	4459	2.90	1.47	0.23	0.33
3169	3.43	1.87	0.26	0.35	3826	0.70	0.34	0.21	0.27	4470	1.26	0.63	0.25	0.34
3175	1.35	0.70	0.23	0.33	3827	1.94	1.04	0.25	0.33	4484	2.23	1.18	0.24	0.33
3179	2.00	1.07	0.25	0.32	3830	2.38	1.07	0.20	0.28	4493	5.18	2.63	0.23	0.40
3180	2.39	1.33	0.26	0.32	3851	3.54	1.69	0.20	0.31	4511	0.61	0.29	0.22	0.27
3188	1.35	0.73	0.25	0.37	3865	3.26	1.84	0.26	0.40	4557	2.28	1.22	0.25	0.34
3220	3.43	1.53	0.18	0.24	3881	3.85	2.10	0.25	0.26	4558	1.35	0.67	0.22	0.27
3223	1.81	1.05	0.28	0.37	4000	5.08	2.24	0.20	0.25	4561	2.65	1.02	0.15	0.20
3224	3.94	2.13	0.24	0.29	4021	3.28	1.70	0.24	0.33	4568	1.77	0.78	0.20	0.31
3227	3.93	2.03	0.24	0.38	4024E	4.77	2.33	0.24	0.39	4581	1.19	0.49	0.18	0.30
3240	2.99	1.72	0.28	0.36	4034	6.28	2.90	0.21	0.30	4583	3.35	1.52	0.21	0.32
3241	4.14	2.30	0.26	0.33	4036	3.42	1.46	0.19	0.30	4611	0.78	0.41	0.24	0.32
3255	4.36	2.41	0.26	0.43	4038	3.62	2.22	0.30	0.40	4635	2.01	0.84	0.20	0.28
3257	2.35	1.27	0.25	0.33	4053	1.71	0.89	0.24	0.39	4653	2.83	1.32	0.20	0.31
3270	2.32	1.35	0.28	0.30	4061	4.31	2.37	0.26	0.33	4665	4.22	1.90	0.21	0.30
3300	5.37	3.09	0.27	0.37	4062	1.96	1.02	0.24	0.33	4670	6.68	2.91	0.20	0.30
3303	3.96	2.19	0.26	0.37	4101	2.72	1.46	0.27	0.38	4683	2.30	1.27	0.26	0.30
3307	3.66	1.89	0.24	0.34	4111	1.74	0.98	0.27	0.36	4686	2.28	0.97	0.19	0.29
3315	2.81	1.52	0.25	0.36	4112	1.05	0.57	0.25	0.31	4692	0.51	0.25	0.22	0.32
3334	3.31	1.56	0.20	0.30	4113	2.29	1.01	0.20	0.25	4693	1.39	0.77	0.26	0.33
3336	2.09	1.15	0.26	0.35	4114	3.89	2.02	0.23	0.29	4703	1.06	0.57	0.25	0.32
3365	16.16	6.94	0.19	0.32	4130	4.80	2.53	0.24	0.33	4717	2.83	1.54	0.24	0.28
3372	3.03	1.50	0.24	0.32	4131	3.38	2.00	0.29	0.37	4720	2.28	1.10	0.21	0.38
3373	5.31	2.76	0.24	0.37	4133	3.71	1.98	0.24	0.27	4740	2.04	0.85	0.18	0.30
3383	1.27	0.72	0.27	0.33	4150	0.97	0.52	0.24	0.35	4741	2.40	1.14	0.21	0.32
3385	1.65	0.89	0.25	0.34	4206	4.12	1.94	0.20	0.33	4751	3.03	1.47	0.23	0.35
3400	3.26	1.66	0.23	0.33	4207	1.10	0.62	0.27	0.32	4771N	2.72	1.18	0.21	0.29
3507	2.73	1.44	0.24	0.32	4239	2.21	1.04	0.22	0.26	4777	5.44	2.64	0.23	0.28
3515	2.66	1.32	0.22	0.30	4240	2.33	1.33	0.27	0.33	4825	1.06	0.54	0.25	0.30
3516X	1.70	0.79	0.20	0.29	4243	2.04	1.10	0.25	0.36	4828	1.44	0.64	0.20	0.29
3548	2.54	1.29	0.23	0.31	4244	2.89	1.46	0.22	0.29	4829	1.64	0.65	0.17	0.17
3559	2.99	1.48	0.22	0.31	4250	1.22	0.61	0.22	0.31	4902	3.75	1.95	0.24	0.30
3574	1.01	0.56	0.26	0.33	4251	1.81	0.95	0.24	0.33	4923	0.96	0.48	0.22	0.29
3581	1.45	0.85	0.29	0.36	4263	2.97	1.54	0.24	0.31	5020	6.17	2.92	0.22	0.25
3612	2.48	1.27	0.23	0.31	4273	2.23	1.23	0.26	0.36	5022	5.79	2.59	0.21	0.30
3620	4.35	1.93	0.20	0.28	4279	3.29	1.81	0.26	0.35	5037	25.36	9.76	0.18	0.25
3629	1.71	0.87	0.23	0.32	4282	1.64	0.96	0.28	0.32	5040	25.76	8.78	0.14	0.20
3632	3.17	1.58	0.22	0.30	4283	6.08	2.49	0.15	0.22	5057	11.53	4.37	0.17	0.22
3634	2.61	1.45	0.26	0.34	4299	1.62	0.86	0.25	0.32	5059	23.66	9.28	0.18	0.23
3635	2.04	1.10	0.25	0.32	4301X	1.27	0.57	0.18	0.26	5069	33.80	13.76	0.17	0.25
3638	1.72	0.96	0.26	0.31	4304	3.19	1.69	0.25	0.36	5102	4.91	2.19	0.20	0.24
3642	1.00	0.51	0.23	0.30	4307	2.00	1.19	0.29	0.38	5146	3.54	1.54	0.19	0.25
3643	2.39	1.11	0.20	0.27	4308	1.37	0.84	0.30	0.34	5160	4.17	1.69	0.17	0.22
3647	2.35	1.35	0.28	0.35	4351	0.83	0.44	0.25	0.33	5183	4.96	2.18	0.20	0.26
3648	2.30	1.27	0.26	0.34	4352	1.58	0.80	0.23	0.34	5188	4.51	2.20	0.23	0.27
3681	1.26	0.70	0.26	0.35	4360	1.15	0.62	0.25	0.36	5190	4.73	2.18	0.21	0.29
3685	1.39	0.70	0.22	0.33	4361	1.07	0.57	0.25	0.34	5191	0.85	0.38	0.20	0.25
3719	4.47	1.81	0.17	0.26	4362	1.03	0.56	0.28	0.44	5192	4.25	2.08	0.21	0.31
3724	5.47	2.45	0.20	0.26	4410	4.09	2.03	0.22	0.30	5213	8.06	3.52	0.20	0.28
3726	7.83	3.07	0.18	0.24	4417X	0.87	0.50	0.28	0.36	5215	5.46	2.73	0.22	0.27
3803	5.25	2.56	0.21	0.26	4420	4.35	1.94	0.20	0.21	5221	4.07	1.89	0.22	0.30
3807	2.97	1.62	0.26	0.31	4431	1.52	0.79	0.23	0.34	5222	12.56	4.87	0.18	0.29
3808	2.23	1.15	0.23	0.31	4432	1.46	0.82	0.26	0.35	5223	9.07	3.96	0.20	0.32
3821	4.77	2.25	0.22	0.32	4439	2.15	0.98	0.21	0.34	5348	3.85	1.73	0.20	0.24

* Refer to the Footnotes Page for additional information on this class code.

ADVISORY LOSS COSTS — NOT RATES
Advisory loss costs exclude all expenses except loss adjustment expense.

NORTH CAROLINA

Exhibit III — *Effective April 1, 2003* — **Page S3**

CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO
5402	4.35	2.05	0.20	0.26	6824F	4.57	1.93	0.19	0.28	7431N	3.32	1.01	0.11	0.15
5403	11.07	4.73	0.19	0.27	6826F	11.25	4.53	0.17	0.30	7445N	0.18	—	—	—
5437	6.59	3.13	0.22	0.28	6834	4.14	2.20	0.27	0.42	7453N	1.11	—	—	—
5443	4.71	2.10	0.18	0.24	6836	3.71	1.78	0.23	0.33	7502	3.18	1.34	0.18	0.28
5445	6.26	2.95	0.22	0.27	6843F	17.47	6.88	0.18	0.31	7515	1.52	0.60	0.20	0.35
5462	6.25	2.90	0.21	0.24	6845F	13.57	5.75	0.19	0.30	7520	2.67	1.34	0.24	0.32
5472	4.35	2.04	0.22	0.29	6854	4.74	2.01	0.20	0.25	7529X	9.01	3.16	0.15	0.21
5473	5.11	2.19	0.19	0.25	6872F	21.87	8.71	0.18	0.30	7538	9.99	3.65	0.16	0.20
5474	5.88	2.60	0.20	0.29	6874F	27.58	11.31	0.17	0.27	7539	2.85	1.28	0.21	0.33
5478	4.78	2.09	0.19	0.23	6882	5.31	2.03	0.17	0.22	7540	3.31	1.37	0.20	0.28
5479	7.30	3.31	0.21	0.28	6884	11.19	4.35	0.15	0.17	7580	2.19	1.03	0.22	0.30
5480	9.30	4.36	0.21	0.25	7016M	18.07	6.80	0.17	0.27	7590	4.74	2.27	0.21	0.30
5491	2.39	1.08	0.20	0.23	7024M	20.08	7.56	0.17	0.27	7600	2.18	1.05	0.23	0.29
5506	5.09	2.19	0.19	0.24	7038M	8.61	3.32	0.17	0.21	7601	5.33	2.32	0.19	0.25
5507	3.65	1.56	0.19	0.25	7046M	7.80	4.08	0.26	0.35	7605	3.15	1.42	0.21	0.33
5508	11.26	4.42	0.16	0.25	7047M	30.84	10.43	0.17	0.27	7610	0.47	0.25	0.26	0.32
5536	5.91	2.63	0.20	0.28	7050M	14.70	5.09	0.17	0.21	7611	6.53	2.78	0.19	0.26
5538	6.61	3.04	0.21	0.30	7090M	9.57	3.69	0.17	0.21	7612	11.06	4.29	0.16	0.27
5551	15.76	6.98	0.20	0.32	7098M	8.67	4.54	0.26	0.35	7613	3.61	1.62	0.20	0.26
5606	2.42	1.05	0.19	0.26	7099M	13.32	6.26	0.26	0.35	7704	8.06	3.53	0.19	0.26
5610	3.83	1.94	0.22	0.28	7133	3.23	1.41	0.20	0.28	7720X	2.27	1.08	0.22	0.30
5645	11.35	5.08	0.20	0.31	7151M	3.92	1.71	0.20	0.28	7723X	1.94	0.90	0.24	0.32
5651	8.39	3.96	0.22	0.29	7152M	6.70	2.62	0.20	0.28	7855	8.68	3.66	0.19	0.28
5703	23.60	9.82	0.18	0.24	7153M	4.36	1.90	0.20	0.28	8001	1.57	0.89	0.26	0.34
5705	4.63	1.98	0.19	0.28	7222	11.64	3.93	0.12	0.15	8002	1.76	0.96	0.26	0.39
5951	0.35	0.19	0.24	0.31	7228	6.88	3.04	0.19	0.23	8006	2.40	1.18	0.21	0.30
6003	9.57	4.35	0.21	0.29	7229	8.73	3.78	0.19	0.21	8008	1.33	0.72	0.26	0.36
6005	6.65	2.90	0.19	0.26	7230	7.02	3.19	0.20	0.22	8010	1.51	0.83	0.26	0.36
6017X	5.53	2.40	0.19	0.19	7231	8.08	4.00	0.24	0.31	8013	0.43	0.22	0.23	0.32
6018X	3.37	1.60	0.22	0.25	7232	5.94	2.73	0.21	0.22	8015	0.54	0.30	0.27	0.33
6045	5.40	2.01	0.15	0.25	7309F	23.21	9.33	0.16	0.22	8017	1.51	0.81	0.25	0.37
6204	10.24	4.55	0.20	0.28	7313F	4.98	1.92	0.15	0.24	8018	2.27	1.20	0.24	0.33
6206	3.02	1.16	0.17	0.24	7317F	11.61	4.66	0.18	0.28	8021	1.82	0.89	0.21	0.31
6213	4.98	1.99	0.17	0.25	7323FN	4.58	1.74	0.10	0.09	8031	2.09	1.06	0.24	0.31
6214	3.37	1.42	0.18	0.26	7327F	16.92	6.79	0.16	0.21	8032	1.38	0.79	0.28	0.37
6216	4.87	2.06	0.19	0.28	7333M	6.33	2.07	0.13	0.18	8033	2.01	1.09	0.25	0.35
6217	5.18	2.29	0.20	0.27	7335M	7.03	2.30	0.13	0.18	8039	1.60	0.88	0.26	0.36
6229	5.05	2.19	0.17	0.25	7337M	10.80	3.17	0.13	0.18	8044	2.55	1.32	0.24	0.34
6233	9.12	3.45	0.15	0.21	7350F	13.78	5.68	0.19	0.30	8045	0.85	0.41	0.21	0.30
6235	11.84	4.70	0.16	0.23	7360	4.44	2.18	0.24	0.31	8046	1.60	0.86	0.25	0.36
6236	27.37	10.76	0.16	0.27	7370	4.40	2.28	0.24	0.34	8047	0.98	0.56	0.28	0.37
6237	3.00	1.23	0.17	0.23	7380	4.53	2.08	0.21	0.29	8050	0.87	0.48	0.26	0.31
6251D	10.79	3.69	0.14	0.20	7382	4.38	2.21	0.25	0.33	8058	1.81	0.97	0.25	0.35
6252D	6.13	2.13	0.15	0.19	7390	4.43	2.12	0.23	0.30	8072	1.36	0.73	0.25	0.37
6260	7.11	2.46	0.15	0.20	7394M	17.05	5.81	0.15	0.24	8102	1.58	0.85	0.25	0.33
6306	7.63	3.31	0.20	0.31	7395M	18.94	6.45	0.15	0.24	8103	2.00	1.12	0.27	0.36
6319	4.98	2.21	0.20	0.28	7398M	29.09	8.89	0.15	0.24	8105	3.43	1.55	0.18	0.27
6325	9.64	4.39	0.21	0.33	7403	1.77	0.93	0.24	0.33	8106	4.93	2.42	0.24	0.33
6400	7.08	3.61	0.23	0.31	7405N	0.55	0.25	0.21	0.26	8107	3.96	1.80	0.21	0.29
6504	2.03	1.07	0.24	0.34	7409	18.75	5.01	0.08	0.12	8111	2.41	1.25	0.24	0.32
6702M*	10.55	4.45	0.19	0.28	7420	16.21	4.36	0.08	0.11	8116	2.51	1.30	0.23	0.29
6703M*	18.00	6.81	0.19	0.28	7421	2.61	1.03	0.16	0.20	8203	4.61	2.34	0.23	0.32
6704M*	11.72	4.94	0.19	0.28	7422	3.80	1.19	0.12	0.14	8204	8.86	3.41	0.16	0.24
6801F	3.18	1.50	0.26	0.33	7423	2.58	1.20	0.22	0.28	8209	2.62	1.38	0.24	0.34
6811	2.81	1.20	0.18	0.23	7425	14.17	3.93	0.09	0.14	8215	2.39	1.13	0.22	0.31

* Refer to the Footnotes Page for additional information on this class code.

ADVISORY LOSS COSTS — NOT RATES
Advisory loss costs exclude all expenses except loss adjustment expense.

NORTH CAROLINA

Exhibit III   *Effective April 1, 2003*   **Page S4**

CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO	CLASS CODE	LOSS COST	ELR	D RATIO	EX-MED RATIO
8227	3.65	1.58	0.19	0.24	8871	0.33	0.18	0.26	0.34					
8232	4.48	2.06	0.21	0.31	8901	0.22	0.11	0.24	0.33					
8233	7.72	2.97	0.15	0.20	9012	1.10	0.56	0.25	0.32					
8235	2.74	1.47	0.25	0.31	9014	2.54	1.27	0.22	0.29					
8236X	5.02	2.12	0.18	0.25	9015	2.54	1.21	0.23	0.32					
8263	5.74	3.00	0.24	0.36	9016	2.69	1.44	0.25	0.40					
8264	4.08	2.12	0.24	0.32	9019	1.80	0.97	0.27	0.33					
8265	4.60	2.21	0.23	0.30	9033	1.51	0.82	0.25	0.29					
8279	6.27	3.29	0.24	0.40	9040*	2.57	1.33	0.24	0.32					
8288	4.94	2.51	0.23	0.36	9044	2.50	1.45	0.29	0.42					
8291	3.98	2.20	0.26	0.35	9052	2.23	1.19	0.25	0.36					
8292	3.21	1.67	0.24	0.31	9058	1.31	0.70	0.25	0.35					
8293	6.97	3.48	0.22	0.27	9059	2.19	1.28	0.29	0.38					
8304	5.36	2.18	0.17	0.27	9060	1.34	0.73	0.26	0.36					
8350	4.47	1.90	0.18	0.25	9061	1.49	0.81	0.25	0.34					
8380	3.00	1.42	0.22	0.30	9062	1.41	0.76	0.25	0.35					
8381	1.41	0.73	0.23	0.32	9063	0.95	0.50	0.27	0.41					
8385	2.19	1.04	0.22	0.29	9077F	1.30	0.60	0.23	0.32					
8392	2.51	1.37	0.26	0.30	9082	1.63	0.91	0.27	0.39					
8393	1.91	0.86	0.20	0.26	9083	1.60	0.90	0.27	0.38					
8500	11.68	5.53	0.24	0.52	9084	2.20	1.21	0.26	0.42					
8601	0.77	0.36	0.22	0.28	9089	1.15	0.55	0.21	0.32					
8606	4.57	2.01	0.20	0.27	9093	1.23	0.66	0.24	0.37					
8709F	4.97	2.08	0.19	0.26	9101	2.35	1.28	0.26	0.36					
8710	2.48	0.92	0.15	0.31	9102	3.50	1.77	0.23	0.37					
8719	2.81	1.17	0.18	0.24	9154	1.52	0.76	0.24	0.35					
8720	1.22	0.56	0.21	0.26	9156	1.55	0.78	0.23	0.34					
8721	0.45	0.21	0.23	0.37	9178	11.52	6.83	0.30	0.46					
8726F	4.76	1.93	0.16	0.26	9179	24.68	12.04	0.22	0.38					
8734M	0.70	0.34	0.21	0.29	9180	4.96	2.45	0.22	0.35					
8737M	0.63	0.31	0.21	0.29	9182	1.46	0.83	0.28	0.43					
8738M	1.08	0.45	0.21	0.29	9186	14.87	6.63	0.20	0.24					
8742	0.52	0.24	0.21	0.29	9220	5.56	2.94	0.25	0.44					
8745	5.14	2.34	0.19	0.31	9402	6.34	2.64	0.18	0.22					
8748	0.57	0.25	0.20	0.27	9403	8.06	3.64	0.21	0.33					
8755	0.41	0.17	0.18	0.23	9410	2.66	1.27	0.21	0.36					
8800	1.07	0.58	0.25	0.35	9501	2.41	1.19	0.22	0.33					
8803	0.11	0.05	0.22	0.35	9505	2.95	1.52	0.23	0.27					
8805M	0.35	0.18	0.23	0.31	9516	2.06	0.99	0.23	0.29					
8810	0.26	0.13	0.23	0.31	9519	2.72	1.22	0.20	0.27					
8814M	0.32	0.16	0.23	0.31	9521	4.74	2.13	0.20	0.26					
8815M	0.54	0.24	0.23	0.31	9522	1.36	0.70	0.23	0.29					
8820	0.24	0.12	0.23	0.30	9534	5.26	2.13	0.17	0.24					
8824	2.50	1.36	0.26	0.35	9554	10.54	4.24	0.17	0.27					
8825	1.36	0.79	0.29	0.38	9586	0.64	0.34	0.24	0.30					
8826	1.80	0.99	0.26	0.35	9600	1.91	0.86	0.18	0.32					
8831	1.03	0.57	0.26	0.41	9620	0.84	0.40	0.23	0.30					
8832	0.31	0.15	0.23	0.31										
8833*	0.92	0.49	0.24	0.31										
8835	2.15	1.09	0.23	0.30										
8837Xa	a	a	a	a										
8848X	2.16	1.16	0.25	0.35										
8849X	2.11	1.12	0.24	0.34										
8868	0.43	0.24	0.26	0.39										
8869	0.68	0.39	0.29	0.42										

* Refer to the Footnotes Page for additional information on this class code.

FOOTNOTES

a   Advisory loss cost for each individual risk must be obtained by Home Office from Rating Organization having jurisdiction.

D   Special disease rule for the classification—See Rule 3-A-7.

E   Classification involving specific disease loading. Refer to Home Office for amount.

Code No.	Specific Disease Loadings	Asb=Asbestos S=Silica Disease Symbol	Code No.	Specific Disease Loadings	Disease Symbol
0059D	0.38	S	1852D	0.08	S
0065D	0.07	S	3081D	0.07	S
0066D	0.07	S	3082D	0.07	S
0067D	0.07	S	3085D	0.05	S
1165XE	0.04	S	4024E	0.04	S
1624E	0.03	S	6251D	0.06	S
1741E	0.40	S	6252D	0.05	S
1803D	0.59	Asb			

F   Advisory loss cost provides for coverage under the United States Longshore and Harbor Workers Compensation Act and its extensions. Loss cost contains a provision for federal assessment.

M   Advisory loss cost provides for coverage under Admiralty Law and Federal Employers' Liability Act (FELA). A provision for the USL&HW assessment is included for those classifications under Program II USL Act.

N   This code is part of a ratable / non-ratable group shown below. The statistical non-ratable code and corresponding advisory loss cost are applied in addition to the basic classification when determining premium.

Class Code	Non-Ratable Element Code	Class Code	Non-Ratable Element Code
4771	0771	7405	7445
7323F	0763F	7431	7453

P   Classification is computed on a per capita basis.

X   Refer to special classification phraseology in these pages which is applicable in this state.

Class Codes with Specific Footnotes

1005   Advisory loss cost includes a non-ratable disease element of $4.85. (For coverage written separately for federal benefits only, $1.88. For coverage written separately for state benefits only, $2.97).

2705   An upset payroll of $4.00 per cord shall be used for premium computation purposes in all instances.

6702   Loss cost and rating values only appropriate for laying or relaying of tracks or maintenance of way - no work on elevated railroads. Otherwise, assign appropriate construction or erection code loss cost and elr each x 1.215.

6703   Loss cost and rating values only appropriate for laying or relaying of tracks or maintenance of way - no work on elevated railroads. Otherwise, assign appropriate construction or erection class loss cost x 2.074 and elr x 1.862.

6704   Loss cost and rating values only appropriate for laying or relaying of tracks or maintenance of way - no work on elevated railroads. Otherwise, assign appropriate construction or erection class loss cost and elr each x 1.35.

8833   The ex-medical advisory loss cost for this classification is $0.63.

9040   The ex-medical advisory loss cost for this classification is $1.75.

ADVISORY MISCELLANEOUS VALUES

Basis of premium applicable in accordance with the footnote instructions for Code 7370 -- "Taxicab Co.":

Employee operated vehicle	$44,535.00
Leased or rented vehicle	$29,690.00

Loss Elimination Ratios - The following percentages are applicable by deductible amount and hazard group for total losses on a per claim basis:

	HAZARD GROUP			
	I	II	III	IV
Loss elimination ratios for employers electing a $100 deductible	1.5%	1.5%	0.6%	0.4%
Loss elimination ratios for employers electing a $200 deductible	2.5%	2.5%	1.5%	1.1%
Loss elimination ratios for employers electing a $300 deductible	3.8%	3.8%	2.0%	1.5%
Loss elimination ratios for employers electing a $400 deductible	4.5%	4.5%	2.8%	2.0%
Loss elimination ratios for employers electing a $500 deductible	5.5%	5.5%	3.1%	2.2%
Loss elimination ratios for employers electing a $1,000 deductible	7.5%	7.5%	4.7%	3.3%
Loss elimination ratios for employers electing a $1,500 deductible	9.0%	9.0%	5.4%	4.0%
Loss elimination ratios for employers electing a $2,000 deductible	10.4%	10.4%	6.2%	4.5%
Loss elimination ratios for employers electing a $2,500 deductible	11.3%	11.3%	6.8%	4.9%
Loss elimination ratios for employers electing a $5,000 deductible	16.2%	15.4%	9.8%	7.0%

Maximum Payroll applicable in accordance with Basic Manual Rule 2-E-1 -- "Executive Officers of a corporation" and the footnote instructions for Code 9178 -- "Athletic Team: Non-Contact Sports," Code 9179 -- "Athletic Team: Contact Sports," and Code 9186 -- "Carnival--Traveling" $1,100.00

Minimum Payroll applicable in accordance with Basic Manual Rule 2-E-1 -- "Executive Officers" $285.00

Per Passenger Seat Surcharge - In accordance with the footnote instructions for classification Code 7421, the surcharge is

maximum surcharge per aircraft	$1,000.00
per passenger seat	$100.00

Premium Determination for Partners and Sole Proprietors in accordance with Basic Manual Rule 2-E-3 $30,000.00

United States Longshore and Harbor Workers' Compensation Coverage Percentage applicable only in connection with Basic Manual Rule 3-A-4   92%

(Multiply a Non-"F" classification loss cost by a factor of 1.92 to adjust for differences in benefits (1.63) and differences in loss-based expenses (1.175)).

Effective April 1, 2003 **Exhibit III**
TABLE OF WEIGHTING VALUES
APPLICABLE TO ALL POLICIES

Expected Losses		Weighting Values	Expected Losses		Weighting Values
0 --	963	0.04	543,210 --	573,172	0.44
964 --	3,894	0.05	573,173 --	604,870	0.45
3,895 --	6,887	0.06	604,871 --	638,458	0.46
6,888 --	9,945	0.07	638,459 --	674,112	0.47
9,946 --	13,071	0.08	674,113 --	712,026	0.48
13,072 --	21,862	0.09	712,027 --	752,426	0.49
21,863 --	32,542	0.10	752,427 --	795,562	0.50
32,543 --	42,043	0.11	795,563 --	841,723	0.51
42,044 --	51,293	0.12	841,724 --	891,240	0.52
51,294 --	60,544	0.13	891,241 --	944,492	0.53
60,545 --	69,910	0.14	944,493 --	1,001,919	0.54
69,911 --	79,452	0.15	1,001,920 --	1,064,033	0.55
79,453 --	89,216	0.16	1,064,034 --	1,131,431	0.56
89,217 --	99,232	0.17	1,131,432 --	1,204,818	0.57
99,233 --	109,528	0.18	1,204,819 --	1,285,031	0.58
109,529 --	120,128	0.19	1,285,032 --	1,373,068	0.59
120,129 --	131,055	0.20	1,373,069 --	1,470,132	0.60
131,056 --	142,332	0.21	1,470,133 --	1,577,689	0.61
142,333 --	153,981	0.22	1,577,690 --	1,697,536	0.62
153,982 --	166,026	0.23	1,697,537 --	1,831,908	0.63
166,027 --	178,490	0.24	1,831,909 --	1,983,617	0.64
178,491 --	191,399	0.25	1,983,618 --	2,156,250	0.65
191,400 --	204,780	0.26	2,156,251 --	2,354,457	0.66
204,781 --	218,661	0.27	2,354,458 --	2,584,375	0.67
218,662 --	233,073	0.28	2,584,376 --	2,854,277	0.68
233,074 --	248,048	0.29	2,854,278 --	3,175,587	0.69
248,049 --	263,620	0.30	3,175,588 --	3,564,540	0.70
263,621 --	279,829	0.31	3,564,541 --	4,045,008	0.71
279,830 --	296,715	0.32	4,045,009 --	4,653,600	0.72
296,716 --	314,322	0.33	4,653,601 --	5,449,447	0.73
314,323 --	332,698	0.34	5,449,448 --	6,534,692	0.74
332,699 --	351,896	0.35	6,534,693 --	8,102,263	0.75
351,897 --	371,973	0.36	8,102,264 --	10,565,587	0.76
371,974 --	392,990	0.37	10,565,588 --	14,999,563	0.77
392,991 --	415,017	0.38	14,999,564 --	25,345,499	0.78
415,018 --	438,129	0.39	25,345,500 --	77,075,153	0.79
438,130 --	462,408	0.40	77,075,154	AND OVER	0.80
462,409 --	487,945	0.41			
487,946 --	514,841	0.42			
514,842 --	543,209	0.43			

(a) State Per Claim Accident Limitation $115,500
(b) State Multiple Claim Accident Limitation $231,000
(c) USL&HW Per Claim Accident Limitation $314,500
(d) USL&HW Multiple Claim Accident Limitation $629,000
(e) Employers Liability Accident Limitation $55,000
(f) USL&HW Act -- Expected Loss Factor -- Non-F Classes 65%

Cap on Modifications = 1 + (0.00005)((Expected Losses) + (2)(Expected Losses)/(4.60))

Effective April 1, 2003
TABLE OF BALLAST VALUES
APPLICABLE TO ALL POLICIES

Exhibit III

Expected Losses		Ballast Values	Expected Losses		Ballast Values	Expected Losses		Ballast Values
0 --	24,742	11,500	793,965 --	816,951	92,000	1,598,732 --	1,621,727	172,500
24,743 --	42,584	13,800	816,952 --	839,939	94,300	1,621,728 --	1,644,724	174,800
42,585 --	63,084	16,100	839,940 --	862,927	96,600	1,644,725 --	1,667,721	177,100
63,085 --	84,711	18,400	862,928 --	885,916	98,900	1,667,722 --	1,690,718	179,400
84,712 --	106,863	20,700	885,917 --	908,905	101,200	1,690,719 --	1,713,715	181,700
106,864 --	129,294	23,000	908,906 --	931,895	103,500	1,713,716 --	1,736,712	184,000
129,295 --	151,887	25,300	931,896 --	954,886	105,800	1,736,713 --	1,759,710	186,300
151,888 --	174,582	27,600	954,887 --	977,877	108,100	1,759,711 --	1,782,707	188,600
174,583 --	197,346	29,900	977,878 --	1,000,868	110,400	1,782,708 --	1,805,704	190,900
197,347 --	220,157	32,200	1,000,869 --	1,023,860	112,700	1,805,705 --	1,828,702	193,200
220,158 --	243,003	34,500	1,023,861 --	1,046,852	115,000	1,828,703 --	1,851,699	195,500
243,004 --	265,876	36,800	1,046,853 --	1,069,845	117,300	1,851,700 --	1,874,697	197,800
265,877 --	288,768	39,100	1,069,846 --	1,092,837	119,600	1,874,698 --	1,897,694	200,100
288,769 --	311,675	41,400	1,092,838 --	1,115,830	121,900	1,897,695 --	1,920,692	202,400
311,676 --	334,596	43,700	1,115,831 --	1,138,824	124,200	1,920,693 --	1,943,690	204,700
334,597 --	357,526	46,000	1,138,825 --	1,161,817	126,500	1,943,691 --	1,966,687	207,000
357,527 --	380,465	48,300	1,161,818 --	1,184,811	128,800	1,966,688 --	1,989,685	209,300
380,466 --	403,410	50,600	1,184,812 --	1,207,805	131,100	1,989,686 --	2,012,683	211,600
403,411 --	426,362	52,900	1,207,806 --	1,230,800	133,400	2,012,684 --	2,035,681	213,900
426,363 --	449,318	55,200	1,230,801 --	1,253,794	135,700	2,035,682 --	2,058,679	216,200
449,319 --	472,278	57,500	1,253,795 --	1,276,789	138,000	2,058,680 --	2,081,677	218,500
472,279 --	495,242	59,800	1,276,790 --	1,299,784	140,300	2,081,678 --	2,104,675	220,800
495,243 --	518,210	62,100	1,299,785 --	1,322,779	142,600	2,104,676 --	2,127,673	223,100
518,211 --	541,180	64,400	1,322,780 --	1,345,774	144,900	2,127,674 --	2,150,671	225,400
541,181 --	564,152	66,700	1,345,775 --	1,368,769	147,200	2,150,672 --	2,173,670	227,700
564,153 --	587,127	69,000	1,368,770 --	1,391,765	149,500	2,173,671 --	2,196,500	230,000
587,128 --	610,103	71,300	1,391,766 --	1,414,761	151,800			
610,104 --	633,081	73,600	1,414,762 --	1,437,756	154,100			
633,082 --	656,061	75,900	1,437,757 --	1,460,752	156,400			
656,062 --	679,042	78,200	1,460,753 --	1,483,749	158,700			
679,043 --	702,025	80,500	1,483,750 --	1,506,745	161,000			
702,026 --	725,008	82,800	1,506,746 --	1,529,741	163,300			
725,009 --	747,992	85,100	1,529,742 --	1,552,737	165,600			
747,993 --	770,978	87,400	1,552,738 --	1,575,734	167,900			
770,979 --	793,964	89,700	1,575,735 --	1,598,731	170,200			

For Expected Losses greater than $2,196,500, the Ballast Value can be calculated using the following formula (rounded to the nearest 1):

Ballast = (0.10)(Expected Losses) + 2500(Expected Losses)(4.60) / (Expected Losses + (700)(4.60))

Cap on Modifications = 1 + (0.00005)((Expected Losses) + (2)(Expected Losses)/(4.60))

RETROSPECTIVE RATING PLAN MANUAL
STATE SPECIAL RATING VALUES
Effective April 1, 2003

NORTH CAROLINA
RR 1
Exhibit III

1. **Hazard Group Differentials**

I	II	III	IV
1.040	0.930	0.580	0.390

2. **2001 Table of Expected Loss Ranges**
    Effective July 1, 2001

3.

Excess Loss Pure Premium Factors
(Applicable to New and Renewal Policies)

Excess Loss and Allocated Expense Pure Premium Factors
(Applicable to New and Renewal Policies)

Per Accident Limitation	Hazard Groups I	II	III	IV		Hazard Groups I	II	III	IV
$25,000	0.536	0.557	0.653	0.710		0.602	0.623	0.726	0.784
$30,000	0.505	0.530	0.631	0.692		0.567	0.597	0.704	0.766
$35,000	0.477	0.503	0.613	0.675		0.543	0.574	0.685	0.749
$40,000	0.452	0.484	0.591	0.655		0.517	0.548	0.668	0.734
$50,000	0.414	0.448	0.562	0.629		0.476	0.514	0.632	0.701
$75,000	0.346	0.378	0.497	0.569		0.407	0.445	0.574	0.644
$100,000	0.297	0.332	0.450	0.521		0.354	0.396	0.523	0.598
$125,000	0.265	0.300	0.410	0.481		0.321	0.361	0.481	0.559
$150,000	0.239	0.272	0.377	0.448		0.294	0.332	0.446	0.519
$175,000	0.221	0.253	0.352	0.417		0.270	0.306	0.417	0.490
$200,000	0.203	0.234	0.328	0.392		0.253	0.289	0.395	0.463
$250,000	0.179	0.207	0.293	0.351		0.224	0.256	0.353	0.416
$300,000	0.161	0.185	0.265	0.318		0.201	0.231	0.319	0.381
$500,000	0.119	0.138	0.196	0.234		0.150	0.171	0.239	0.284
$1,000,000	0.080	0.091	0.129	0.152		0.099	0.114	0.157	0.184
$2,000,000	0.053	0.061	0.085	0.099		0.066	0.076	0.104	0.121
$5,000,000	0.032	0.035	0.049	0.057		0.039	0.044	0.061	0.070

4. **Retrospective Pure Premium Development Factors**

With Loss Limit 1st Adj.	2nd Adj.	3rd Adj.	Without Loss Limit 1st Adj.	2nd Adj.	3rd Adj.	4th & Subsequent Adjustment
0.10	0.07	0.05	0.29	0.20	0.13	0.00

5. **State Special Classifications by Hazard Group**

Code No.	HG	Code No.	HG	Code No.	HG	Code No.	HG
1473	III	2727	III	4301	II	8236	III
1474	III	2791	I	4417	II	8837	II
2705	III	2797	II	7529	IV	8848	II
2706	III	3516	II	7723	IV	8849	II