



February 24, 2006

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: New and Revised Commercial  
Auto Coverage Forms

In a filing dated March 30, 2005 and amended on May 10, 2005, Insurance Services Office (ISO) filed and received approval of numerous revisions to its Commercial Auto Coverage forms (Business, Auto, Truckers, Motor Carrier and Garage Policies and endorsements for use in connection therewith) for use in connection with voluntary commercial auto insurance business. The ISO filing included Multi-State revisions as well as a North Carolina Supplement and such revised forms are to become effective April 1, 2006. Copies of these revisions are available through the ISO Circulars which are available on ISONet.

Pursuant to G.S. 58-37-35(1) the North Carolina Reinsurance Facility has filed for and received approval for its member companies to cede coverage (if otherwise cedable to the Reinsurance Facility) that is written on the commercial auto insurance forms recently approved for ISO.

One of the purposes of filing these revisions is to afford our member companies the opportunity to utilize the same forms in insuring risks ceded to the Reinsurance Facility which are generally utilized in connection with voluntary commercial auto insurance business.

These changes become effective in accordance with the following Rule of Application:

The new and revised forms are to become effective on or after April 1, 2006.

Please see to it that this information is brought to the attention of those interested parties within you company.

Very truly yours,

F. Timothy Lucas

Automobile Manager

FTL:llm

RF-06-3