The proposed change would update the Line 1 and Line 4 Ex-cat Factors for PR018A.

New factors were determined based on additional data.

** Additional Staff Comments:
<table>
<thead>
<tr>
<th>Schedule P Line of Business</th>
<th>LOB</th>
<th>Short tailed</th>
<th>Proposed for adoption 2015 Ex-cat Industry Loss &amp; Expense Ratio</th>
<th>&quot;Raw&quot; results Ex-cat Industry Average Loss &amp; Expense Ratio (Data from 2014 RBC filings)</th>
<th>2014 Ex-cat Industry Loss &amp; Expense Ratio</th>
</tr>
</thead>
<tbody>
<tr>
<td>H/F</td>
<td>A</td>
<td></td>
<td>0.680</td>
<td>0.680</td>
<td>0.684</td>
</tr>
<tr>
<td>PPA</td>
<td>B</td>
<td></td>
<td>0.786</td>
<td>0.786</td>
<td>0.780</td>
</tr>
<tr>
<td>CA</td>
<td>C</td>
<td></td>
<td>0.684</td>
<td>0.684</td>
<td>0.676</td>
</tr>
<tr>
<td>WC</td>
<td>D</td>
<td></td>
<td>0.751</td>
<td>0.751</td>
<td>0.749</td>
</tr>
<tr>
<td>CMP</td>
<td>E</td>
<td></td>
<td>0.638</td>
<td>0.638</td>
<td>0.633</td>
</tr>
<tr>
<td>MM Occurrence</td>
<td>F1</td>
<td></td>
<td>0.880</td>
<td>0.880</td>
<td>0.882</td>
</tr>
<tr>
<td>MM Clims Made</td>
<td>F2</td>
<td></td>
<td>0.697</td>
<td>0.687</td>
<td>0.687</td>
</tr>
<tr>
<td>SL</td>
<td>G</td>
<td></td>
<td>0.609</td>
<td>0.609</td>
<td>0.621</td>
</tr>
<tr>
<td>OL</td>
<td>H</td>
<td>X</td>
<td>0.616</td>
<td>0.615</td>
<td>0.617</td>
</tr>
<tr>
<td>Fidelity / Surety</td>
<td>K</td>
<td>X</td>
<td>0.462</td>
<td>0.462</td>
<td>0.473</td>
</tr>
<tr>
<td>Special Property</td>
<td>I</td>
<td>X</td>
<td>0.551</td>
<td>0.551</td>
<td>0.548</td>
</tr>
<tr>
<td>Auto Physical Damage</td>
<td>J</td>
<td>X</td>
<td>0.703</td>
<td>0.699</td>
<td>0.683</td>
</tr>
<tr>
<td>Other (Credit, A&amp;H)</td>
<td>L</td>
<td>X</td>
<td>0.706</td>
<td>0.706</td>
<td>0.754</td>
</tr>
<tr>
<td>Financial / Mortgage Guaranty</td>
<td>S</td>
<td>X</td>
<td>1.096</td>
<td>1.096</td>
<td>1.242</td>
</tr>
<tr>
<td>Intl</td>
<td>M</td>
<td></td>
<td>1.142</td>
<td>1.142</td>
<td>1.117</td>
</tr>
<tr>
<td>Rein. Property &amp; Financial Lines</td>
<td>NP</td>
<td></td>
<td>0.648</td>
<td>0.648</td>
<td>0.665</td>
</tr>
<tr>
<td>Rein. Liability</td>
<td>O</td>
<td></td>
<td>0.743</td>
<td>0.743</td>
<td>0.736</td>
</tr>
<tr>
<td>PL</td>
<td>R</td>
<td></td>
<td>0.715</td>
<td>0.715</td>
<td>0.716</td>
</tr>
<tr>
<td>Warranty</td>
<td>T</td>
<td>X</td>
<td>0.799</td>
<td>0.799</td>
<td>0.789</td>
</tr>
</tbody>
</table>
### 2014 EXHIBIT A

<table>
<thead>
<tr>
<th>Line of Business</th>
<th>2014 Current</th>
<th>PRELIMINARY RESULTS</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>PRELIMINARY RESULTS</td>
</tr>
<tr>
<td></td>
<td>2013 Exhibit A</td>
<td>2012 Exhibit A</td>
</tr>
<tr>
<td></td>
<td>PJR</td>
<td>Ex-cat</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Premium Line 4 Factors

<table>
<thead>
<tr>
<th>Line of Business</th>
<th>2014 Current</th>
<th>PRELIMINARY RESULTS</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>PRELIMINARY RESULTS</td>
</tr>
<tr>
<td></td>
<td>2013 Exhibit A</td>
<td>2012 Exhibit A</td>
</tr>
<tr>
<td></td>
<td>PJR</td>
<td>Ex-cat</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Notes:
- Factor chosen to be the same as the PR018 factor.
### 2014 Data ($800 Omit)

<table>
<thead>
<tr>
<th>Exhibit C</th>
<th>Schedule P</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Net Earned Premium (All)</td>
<td>Net Earned Premium (RBC)</td>
<td>All чоты</td>
<td>Net Earned Loss &amp; LAE</td>
<td>Net Earned Loss &amp; LAE (RBC)</td>
<td>All чоты</td>
<td>US Cat Losses</td>
</tr>
<tr>
<td>0%</td>
<td>996,501</td>
<td>417</td>
<td>0</td>
<td>22,469,118</td>
<td>278,361</td>
<td>69,700,710</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>199,961</td>
<td>F1</td>
<td>0%</td>
<td>44,805</td>
<td>32,321</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>61,899</td>
<td>K</td>
<td>0%</td>
<td>61,899</td>
<td>30,992</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>26,081,049</td>
<td>O</td>
<td>0%</td>
<td>26,081,049</td>
<td>2,632,474</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>39,289</td>
<td>P</td>
<td>0%</td>
<td>39,289</td>
<td>4,291</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>2,702</td>
<td>Q</td>
<td>0%</td>
<td>2,702</td>
<td>76,092</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>3,150</td>
<td>R</td>
<td>0%</td>
<td>3,150</td>
<td>442,920</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>404,551</td>
<td>S</td>
<td>0%</td>
<td>404,551</td>
<td>678,576</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>252,868</td>
<td>T</td>
<td>0%</td>
<td>252,868</td>
<td>3,150</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
</tbody>
</table>

---

### 2013 Data ($800 Omit)

<table>
<thead>
<tr>
<th>Exhibit C</th>
<th>Schedule P</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Net Earned Premium (All)</td>
<td>Net Earned Premium (RBC)</td>
<td>All чоты</td>
<td>Net Earned Loss &amp; LAE</td>
<td>Net Earned Loss &amp; LAE (RBC)</td>
<td>All чоты</td>
<td>US Cat Losses</td>
</tr>
<tr>
<td>1%</td>
<td>996,501</td>
<td>417</td>
<td>0</td>
<td>22,469,118</td>
<td>278,361</td>
<td>69,700,710</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>199,961</td>
<td>F1</td>
<td>0%</td>
<td>44,805</td>
<td>32,321</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>61,899</td>
<td>K</td>
<td>0%</td>
<td>61,899</td>
<td>30,992</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>26,081,049</td>
<td>O</td>
<td>0%</td>
<td>26,081,049</td>
<td>2,632,474</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>39,289</td>
<td>P</td>
<td>0%</td>
<td>39,289</td>
<td>4,291</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>2,702</td>
<td>Q</td>
<td>0%</td>
<td>2,702</td>
<td>76,092</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>3,150</td>
<td>R</td>
<td>0%</td>
<td>3,150</td>
<td>442,920</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>404,551</td>
<td>S</td>
<td>0%</td>
<td>404,551</td>
<td>678,576</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>252,868</td>
<td>T</td>
<td>0%</td>
<td>252,868</td>
<td>3,150</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
</tbody>
</table>

---

### 2012 Data

<table>
<thead>
<tr>
<th>Exhibit C</th>
<th>Schedule P</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
<th>RBC Filing</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Net Earned Premium (All)</td>
<td>Net Earned Premium (RBC)</td>
<td>All чоты</td>
<td>Net Earned Loss &amp; LAE</td>
<td>Net Earned Loss &amp; LAE (RBC)</td>
<td>All чоты</td>
<td>US Cat Losses</td>
</tr>
<tr>
<td>0%</td>
<td>996,501</td>
<td>417</td>
<td>0</td>
<td>22,469,118</td>
<td>278,361</td>
<td>69,700,710</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>199,961</td>
<td>F1</td>
<td>0%</td>
<td>44,805</td>
<td>32,321</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>61,899</td>
<td>K</td>
<td>0%</td>
<td>61,899</td>
<td>30,992</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>26,081,049</td>
<td>O</td>
<td>0%</td>
<td>26,081,049</td>
<td>2,632,474</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>39,289</td>
<td>P</td>
<td>0%</td>
<td>39,289</td>
<td>4,291</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>2,702</td>
<td>Q</td>
<td>0%</td>
<td>2,702</td>
<td>76,092</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>3,150</td>
<td>R</td>
<td>0%</td>
<td>3,150</td>
<td>442,920</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>404,551</td>
<td>S</td>
<td>0%</td>
<td>404,551</td>
<td>678,576</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
<tr>
<td>0%</td>
<td>252,868</td>
<td>T</td>
<td>0%</td>
<td>252,868</td>
<td>3,150</td>
<td>RBC Filing</td>
<td>0</td>
</tr>
</tbody>
</table>

---

**Data was submitted as mixture of whole dollars and $000s, so significant data clean-ups done.**