

May 31, 2006

**Actuarial Analysis for
Industry-wide Rate Level
Adjustment**

Effective November 1, 2006

Private Passenger Automobile

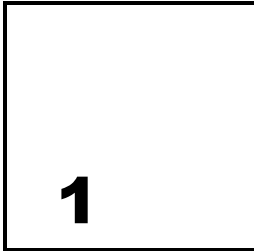
Prepared for the
Alberta Automobile Insurance
Rate Board

MERCER OLIVER WYMAN

Contents

1. Introduction.....	2
▪ Data and Reliances.....	2
▪ Limitations.....	3
2. Summary of Findings.....	4
3. Recent Legislative Reforms and Government Actions.....	6
4. Analysis & Discussion.....	8
▪ General.....	8
▪ Required Average Premium.....	9
▪ Average Street Premium.....	25
▪ Indicated Industry-wide Rate Level Adjustment.....	26
5. Definitions of Key Terms.....	27
▪ Insurance Coverages.....	27
▪ Other Terms.....	29

Appendix A – Rate Level Indications-Policies Year Effective November 1, 2006



Introduction

This report was prepared by Mercer Oliver Wyman Actuarial Consulting Limited (Mercer), actuarial consultants to the Alberta Automobile Insurance Rate Board (Board).

This report presents our analysis of Industry-wide private passenger automobile premium and loss experience in Alberta that will be considered by the Board in deciding on the annual Industry-wide rate level adjustment to become effective on November 1, 2006. The scope of the analysis is limited to the Basic Coverages: Third Party Liability (TPL) and Accident Benefits.

Data and Reliances

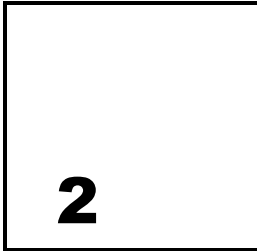
The data utilized in this study and presented in this report is based on information compiled by the Insurance Bureau of Canada (IBC). We have not audited, verified, or reviewed this data for reasonableness, accuracy, or consistency, as it is outside the scope of our study. In the event material errors are found in the IBC data, our findings may need to be revised.

We also considered the findings presented in the report prepared by KPMG LLP (KPMG) dated December 13, 2004 for Alberta Finance. This report provides estimates of the loss cost changes resulting from the reforms under Bill 53.

Limitations

The assumptions and judgments we have made in selecting the factors, provisions, and methodology that we present in this report for the Board's consideration in deciding upon the Industry-wide rate level adjustment to become effective on November 1, 2006 are based on data and information made available to us at the time of this analysis. Our assumptions, judgments, and selections are subject to uncertainty as is inherent in any loss forecast.

Our analysis and findings are for the insurance industry as a whole, including the Facility Association (FA), and the two Risk Sharing Pools (RSPs), and may not be appropriate for an individual insurance company whose portfolio of risks, rates, expenses, and operating characteristics may differ from the insurance industry averages that underlie our findings.



Summary of Findings

In this report we present for the Board's consideration:

- an analysis and discussion of the key assumptions to be made and factors and provisions to be selected to derive an estimate of the required average premium for the policy year effective November 1, 2006;
- a methodology for applying selected assumptions, factors, and provisions to derive an estimate of the required average premium for the policy year effective November 1, 2006; and
- our estimate of the average street premium.

The percentage difference between the estimated required average premium and the average street premium represents the indicated Industry-wide rate level adjustment for the policy year effective November 1, 2006.

The analysis that we present is of Industry-wide loss (claim) and expense experience in Alberta over recent past years, including a review of the experience that has emerged thus far under the reform measures that became effective in 2004. We consider Industry claim experience through December 31, 2005.

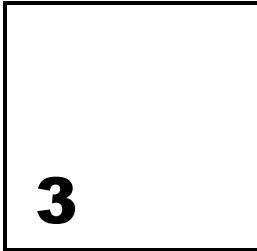
The methodology we present to calculate the estimated required average premium essentially follows the methodology we presented in our report to the Board for the November 2005 Industry-wide rate level adjustment.

We estimate the average street premium for the policy year effective November 1, 2006 based on (1) our analysis of Industry-wide premium experience in Alberta during the second half of 2005, (2) adjustments we make to that experience to reflect the premium adjustments ordered by the Government, (3) rate changes approved for individual insurers by the Board, and (4) “fast-track” data reported by insurers to IBC for the months of March and April 2006.

In the analysis that we present in this report we provide the Board with the assumptions, factors, and provisions that we recommend the Board use to determine the required average premiums and, hence, the Industry-wide rate level adjustment. But the projection of future rate needs is subject to uncertainty. This is particularly the case at this time given the relatively short time span that has elapsed since the implementation of the reform measures. For this reason, in presenting the assumptions, factors, and provisions, we select, we provide rationale for our selections as well as information to help the Board evaluate the reasonableness of other selections.

We also suggest that the Board consider additional information provided by other interested parties that may be more current (i.e., perhaps through May 31, 2006) or that may provide further insight into the private passenger automobile Basic Coverage loss experience that has emerged or is expected to emerge. However, in doing so the Board should also consider that the experience of one party may not be representative of the experience of the Industry.

The Board should also recognize that while it may be that, alone, an alternative assumption, factor, or provision may be reasonable, combining alternative assumptions, factors, or provisions may not produce a reasonable estimate of the required average premium.



Recent Legislative Reforms and Government Actions

In 2003 the Alberta Government enacted Bill 53, which provided for:

- a cap on pain and suffering for minor injuries at \$4,000;
- the consideration of collateral sources;
- the determination of wage loss based on net, rather than gross wages; and
- the increase of medical/rehabilitation benefits under Accident Benefits to \$50,000

These reforms became effective October 1, 2004, with the exception of the consideration of collateral sources and the determination of wage loss based on a net, rather than gross wages, which became effective January 26, 2004.

The Government also ordered premiums to be frozen on October 30, 2003.

On October 1, 2004, the Government introduced the Grid Rate System, which set maximum premiums to be charged for the Basic Coverages, and established two Risk Sharing Pools (RSPs) under a “take all comers” underwriting system. In addition, premiums were ordered to be rolled back, and policyholders received a 5% reduction in their premiums for the remainder of their policy terms.

In April 2005, the Government mandated a rate reduction in the Basic Coverages of at least 6% by July 1, 2005. This reduction did not apply to the Grid rates.

On October 7, 2004, the Alberta Court of Appeal ruled that Section 8 of the Fatal Accidents Act discriminated on the basis of age and marital status and struck the words referring to age and marital status. This decision effectively removed the marital status requirement from the Act (the Act had been amended in 2002 to remove the age requirement).

The Industry-wide rate level adjustment effective November 1, 2005 was a 4% reduction for Basic Coverages and a 1.6% reduction in the Grid rates.

4

Analysis & Discussion

General

The indicated Industry-wide rate level adjustment for the policy year effective November 1, 2006 is the percentage difference between the estimated Industry-wide average street premium and the estimated required Industry-wide average premium.

In this section we present:

- an analysis and discussion of the key assumptions to be made and factors and provisions to be selected to derive an estimate of the required average premium for the policy year effective November 1, 2006;
- a methodology, or framework, for applying the selected assumptions, factors, and provisions to derive an estimate of the required average premium for the policy year effective November 1, 2006; and
- our estimate of the average street premium.

In so doing we provide the Board with the assumptions, factors, and provisions that we recommend the Board use to determine the required average premiums and, hence, the Industry-wide rate level adjustment. But the projection of future rate needs is subject to uncertainty. Therefore, in presenting the assumptions, factors, and provisions we select,

we provide rationale for our selections as well as information to help the Board evaluate the reasonableness of other selections.

Required Average Premium

The required average premium is estimated by separately estimating needed provisions for claim cost, insurance company operating expenses, the health services levy, and insurance company profit, and by giving consideration to investment income expected to be earned on the insurance underwriting operation cash flow.

We discuss below the key assumptions that must be made and the factors and provisions that must be selected to derive an actuarial estimate of the required average premium.

Claim Cost

The source for the claim data that we analyze is the Industry AIX 2005-2 Automobile Exhibits (as of December 31, 2005) provided by the IBC, and it includes the experience of all drivers in the province, including the Facility Association and the two RSPs (from the time they were formed).

Estimating Ultimate Losses and Claim Counts by Accident Year

We develop the Industry-wide reported incurred losses and claim counts for accident years 2001 to 2005 to an ultimate level using the 2005-2 AIX Industry Alberta accident half-year reported incurred loss and allocated loss adjustment expense (ALAE) and claim count data as the basis for our selected loss development factors. We apply the Incurred Loss Method to losses and the Reported Claim Method to claim counts. Generally, we select the weighted average of the last six development factors, adjusted to reflect seasonality evident in the 6 to 12 month development period.

IBC advised us that there are errors in the incurred claim count data of two insurers whose combined market share is approximately 10%. For insurer "A," the latest claim

count data as of December 31, 2005 is correct, but its history is not correct. For insurer “B,” the claim count data up to and including June 30, 2005 is correct, but the reported claim count data as of December 31, 2005 is incorrect.

These errors are unfortunate, particularly so because these companies represent a significant share of the market.

We address this data problem by selecting claim count development factors based on Industry-wide data excluding the data from these two insurers (which IBC provided). We apply our selected claim count development factors to insurer A’s claim count data as of December 31, 2005. We adjust our selected claim count development factors to a June 30, 2005 basis and then apply the adjusted factors to insurer B’s claim count data as of June 30, 2005. We estimate the reported number of claims for insurer B for the 2005-2 accident half year based on the (correct) number of paid claims for this period and historical ratios from its prior claim count data.

While we believe the adjustments we have made are reasonable, nevertheless, these errors add a degree of uncertainty to the analysis, which the Board may wish to consider.

We observe there to be a general decline in the Bodily Injury and Accident Benefits Medical/Rehabilitation incurred loss development factors for the 6-12 month, 12-18 month and 18-24 month development periods. However, we are uncertain whether this represents a change in the loss development pattern. Therefore, we make no adjustments to our selection process. If, indeed, the development pattern has changed in a downward direction, then the estimate of the required average premium resulting from the factors we select may be too high.

We note, though, that selecting different loss development factors could have an effect on other key assumptions, factors, and provisions (such as loss trend and the effect of the reform measures).

Loss Trend

To derive estimates of appropriate loss trend rates and the cost effects of the reform measures, we perform a regression analysis, using a model we developed, on the estimates of the Industry-wide Alberta ultimate incurred loss and ALAE claim severity (including a provision for unallocated loss adjustment expenses), claim frequency, and loss cost by accident year that we derive. We consider the accident half-years spanning the period 1991-1 to 2005-2, and perform our regression analysis by sub-coverage.

In doing so, we reflect several parameters that could have an impact on the trends: time, seasonality, the Alberta unemployment rate as estimated and forecasted by the Conference Board of Canada, and the Bill 53 reform measures. These are the same parameters that we considered in the analysis we performed for the November 2005 Industry-wide rate level adjustment. However, this year we add one additional parameter - one that we call “frequency adjustment.”

In selecting loss trend rates and the effects of the reform measures, we consider:

- statistical significance of each parameter;
- variance in results based on different historical time periods selected;
- impact of severity and frequency trending in opposite directions; and
- how the values produced by the model compare to the actual data based on various statistical tests.

Bill 53 Parameter

One difficulty that arises is that during the experience period there was a change in the claim experience that is attributed to the reform measures and not due to general loss trend. Therefore, the impact of the reform measures needs to be isolated and, in a sense, removed, so that the underlying loss trend pattern and the cost effects of Bill 53 can be separately identified. The Bill 53 parameter provides a means of doing so.

We discuss the estimated cost effect of the reform measures that results from our model later in this report.

Frequency Adjustment Parameter

The sharp decline in claim frequency that we observed in our study for the Board last year, and which was discussed, at length at the Public Meeting, continues to be in evidence. As we reported last year, the declining claim frequency rate is not unique to Alberta; this has been the general pattern throughout Canada. We stated in our report to the Board:

“We are not aware of any studies that have been conducted as to the reasons for the declining claim frequency pattern, but explanations that have been offered include: better driving habits (including greater usage of seat belts), safer vehicles (i.e., more cars with air bags and better braking systems), better road conditions, a decline in mileage driven due to the rise in gasoline prices, an increase in the number of vehicles owned per household (resulting in lower per vehicle usage), and a reluctance on the part of insureds to file minor claims for fear of large premium increases or cancellation of coverage. No one can say for certain whether or not the declining frequency rate will continue through policy year effective November 1, 2006. It could continue at the same rate, the rate of decline could accelerate, or the rate of decline could lessen or possibly reverse and frequency rates could begin to increase.”

Last year we observed that the latest five years (2000-2004) had exhibited a significantly different (lower) claim frequency trend pattern than the prior five years (1995-1999) for Bodily Injury and for certain of the Accident Benefit sub-coverages. For this reason, last year we selected loss trend rates based on the pattern observed over the 2000-2004 period.

This year, in an attempt to reflect this sharp decline in the claim frequency rate that has occurred in a more structured manner, we introduce a new model parameter: “frequency adjustment.” We include this “frequency adjustment” parameter in our regression analysis where it is statistically significant and it is graphically evident that a change in the frequency trend pattern has occurred. By including this parameter, we do not need to limit our consideration of trend data to the most recent five years. We consider the latest 10 years of data in our regression analysis.

We observe the frequency adjustment parameter to be statistically significant for Bodily Injury, Property Damage, and two Accident Benefits subcoverages: Medical/Rehabilitation and Disability Income.

For these coverages, we observe the sharp decline in claim frequency beginning around 2002 and have selected the 2002-1 period as the starting period for this decline.

But two important questions remain. Is the period of sharply declining claim frequencies over? And if the period is over, will the future near-term claim frequency trend pattern be as it was prior to the sharp decline, or will claim frequencies remain level over the near-term, or will claim frequencies increase, perhaps sharply, to “unwind” part or all of the sharp decline that has occurred?

No one knows with certainty the answers to these questions.

For this analysis we assume that the period of sharply declining claim frequencies did not extend past the second half of 2004 (the 2004-2 accident period), coinciding with the introduction of the reform measures.

We make this assumption for two reasons. First, to the extent that the sharp decline in claim frequencies is due to reluctance on the part of insureds to submit claims for fear of premium increases or policy cancellation, it is reasonable to expect that the reform measures should have removed those fears. Second, the data seems to suggest the beginning of a change in the trend pattern around this time.

As respects what the future near-term trend will be following the assumed end of the period of sharply declining claim frequencies, we make the following observations and assumptions.

For Bodily Injury and Disability Income we see no clear evidence in the data of an unwinding or reversal of the sharp decline in claim frequency. Therefore, in applying our model, we assume that the future near-term claim frequencies will continue to change

from the relatively low level they are now at, but at a rate that follows the trend pattern that existed prior to the beginning of the sharp decline. For Bodily Injury this means a future near-term frequency trend rate that is declining, but at a much lower rate of decline than that which occurred over the 2002-2004 period. For Disability Income, this means a future near-term frequency trend rate that is positive.

In the case of Property Damage and Medical/Rehabilitation the data suggests that there has been an unwinding of the sharp decline in claim frequency. Therefore, in applying our model we assume that there has been an unwinding of the sharp decline and that the future near-term trend pattern will be as it was prior to the beginning of the sharp decline. For both of these coverages this means a future near-term frequency trend rate that is negative, but one that starts from an absolute claim frequency rate that reflects an unwinding of the sharp decline in claim frequency.

Selection of Loss Trend Rates

Bodily Injury

We select loss trend rates for Bodily Injury by applying our regression model separately to claim frequency and claim severity.

Based on the application of our model, we select the indicated annual severity loss trend rate of +6.1%.

As respects frequency, based on the application of our model, we estimate there to have been a decline of 8.3% per year during the 2002-2004 period, over and above the long-term average annual rate of decline that the Bodily Injury coverage had exhibited. (In other words, the effect of the period of sharp decline was to reduce Bodily Injury claim frequencies by an additional 8.3% per year.) We estimate that frequency will continue to decline, but at the rate of 2.1% per year from 2005 through the policy period effective November 1, 2006.

Property Damage

We select loss trend rates for Property Damage by applying our regression model separately to claim frequency and claim severity.

The resulting estimated severity trend is +6.4%.

As respects frequency, we estimate there to have been a decline of 5.3% per year during the 2002-2004 period over and above the long-term average annual rate of decline that the Property Damage coverage had exhibited. As noted above, we assume that a complete unwinding of this sharp decline has occurred, and that frequency will now continue to decline, but at the rate of 2.8% per year from 2005 through the policy period effective November 1, 2006.

Accident Benefits - Medical

We select loss trend rates for Accident Benefits-Medical by applying our regression model separately to claim frequency and claim severity.

The resulting estimated severity trend is +6.0%.

As respects frequency, we estimate there to have been a decline of 5.9% per year during the 2002-2004 period, over and above the long-term average annual rate of decline that the Accident Benefit-Medical coverage had exhibited. As noted above, we assume that a complete unwinding of this sharp decline has occurred, and that frequency will continue to decline, but at the rate of 1.9% per year from 2005 through the policy period effective November 1, 2006.

Accident Benefits – Disability Income

We select loss trend rates for Disability Income by applying our regression model separately to claim frequency and claim severity.

Based on the application of our model, we find the indicated annual severity loss trend rate to be +1.0%.

As respects frequency, we estimate there to have been a decline of 16.0% per year during the 2002-2004 period, over and above the long-term average annual rate of increase that the Accident Benefit-Disability Income coverage had exhibited. We estimate that frequency will increase at the rate of +1.6% per year from 2005 through the policy period effective November 1, 2006.

The actual data, fitted data, selected parameters and statistical results and graphs are presented in Appendix A, Exhibit 5.

The 2001 to 2005 past loss cost data is projected to the future average accident date of November 1, 2007 using projection factors based on the selected trends. These projection factors are calculated as the ratio of the fitted loss cost value as of November 1, 2007 to the fitted value from average accident date of July 1 for each accident year. In those cases where a Bill 53 parameter is included in the regression model, the Bill 53 parameter is removed from the projection factor (as the reform factors are applied separately to the 2001 to 2005 data, as discussed in the Cost Impact of Reform Factors section below). These projection factors are presented in Exhibit 5.

The following Table 1 summarizes our selected future loss trend rates by sub-coverage compared to the future loss trend rates we presented in our report last year. Our selected “future” annual loss trend rates apply to the historical loss experience for the period after October 1, 2005.

**Table 1
Estimated Annual Future Loss Trend Rates**

Coverage	This Year	Last Year
TPL-Bodily Injury	3.9%	1.5%
TPL-Property Damage	3.4%	3.1%
AB-Death	0.4%	0.5%
AB-Funeral	-0.7%	0.2%
AB-Medical/Rehab	4.0%	3.8%
AB-Disability Income	2.6%	-4.0%

While we believe our selected trend rates to be reasonable based on the published Industry data through December 31, 2005, we acknowledge the higher than normal degree of uncertainty surrounding the pattern of future trend rates and that the estimate of the required average premium is quite sensitive to the trend rates that are selected (i.e., relatively small changes in the trend rates could result in a rather significant change in the estimated required average premium). For this reason the Board should consider more current information or additional insights on claim frequency patterns that may be presented by other interested parties at the Public Meeting.

Cost Impact of Reform Measures

By including a Bill 53 parameter in our regression model to analyze loss trend, our model also provides an estimate of the impact that Bill 53 has had on Bodily Injury and Accident Benefits-Medical/Rehabilitation claim costs. The estimate that is derived from our model

is a savings of 33% for the Bodily Injury coverage and a savings of 10% for the Accident Benefits-Medical/Rehabilitation coverage.

The 33% estimated savings on the Bodily Injury coverage is in line with the 30.2% savings that had been estimated by KPMG, which it presented in its report to Alberta Finance dated December 13, 2004. Given the estimated 33% savings produced from our model is based on just one complete year of data we select as the Bodily Injury reform factor a savings of approximately 31%, which represents a 50%-50% weighting of the estimate from our model and the KPMG estimate (adjusted to include a 2% cost increase estimated to result from the Fatal Accidents Act, which KPMG did not reflect in its estimate).

The Accident Benefits – Medical/Rehabilitation claim experience since the implementation of Bill 53 has been quite different from what had been estimated by KPMG. The result is that we have two very different estimates of the cost impact of Bill 53. The estimate produced by our model is a 10% cost savings while KPMG had estimated a 97.7% cost increase.

One explanation for the large difference in estimates is, as we commented on above, the experience under Bill 53 is still limited and may not fully reflect the impact that Bill 53 will have on claim costs. But another possible explanation is that KPMG's estimate is too high. Support for this position is found in KPMG's report: KPMG did not reflect in its estimate the limitations on certain medical services and the new treatment protocols.

We select as the Accident Benefits – Medical/Rehabilitation reform factor an increase in costs of approximately 18%. This represents a 75%-25% weighting of the estimate from our model and the KPMG estimate. We assign less than 50% weight to the KPMG estimate because it did not consider all of the reform measures under Bill 53.

We suggest that it may be reasonable to derive an estimate of the cost impact for Accident Benefits – Medical/Rehabilitation by applying alternate weights to the two estimates.

Loss Adjustment Expenses

Allocated loss adjustment expenses (the legal expenses associated with claim settlement) are included with the reported Industry-wide loss data, so no further analysis is required.

The other claim settlement related expenses, or unallocated loss adjustment expenses (ULAE), are not included with the Industry-wide reported loss data; however, IBC publishes an estimated loading factor for ULAE in the AIX Exhibits:

**Table 2
IBC's ULAE Factors
Province of Alberta**

Year	1998	1999	2000	2001	2002	2003	2004
ULAE Percentage	10.1%	11.2%	10.1%	7.6%	8.9%	9.3%	10.3%

We use these IBC ULAE factors without adjustment in our analysis and assume the 2004 factor applies to the 2005 year.

Health Services Levy

The most recent Health Services Levy assessment by the Ministry of Health and Wellness is \$75 million for 2005. We assume these costs will increase at the same rate as our selected future Accident Benefits-Medical/Rehabilitation loss trend rate, 4.0%.

Based on our estimated ratio of private passenger to all automobile Third Party Liability premiums, we determine that including a provision of 6.3% of Third Party Liability premiums will meet this forecasted Health Services Levy cost.

We note that should the Board select a future Accident Benefits-Medical/Rehabilitation loss trend rate other than the 4.0% we select, the Health Services Levy provision may need to be adjusted.

GST

We adjust the loss experience for the pending change in the GST rate from 7% to 6% effective July 1, 2006. We assume that this reduced GST rate will result in a reduction in claims costs for the Property Damage and Accident Benefits- Medical/Rehabilitation coverages and that the effect on other coverages is immaterial.

Accident Year Weights

We weight the estimated ultimate trended and adjusted loss costs per earned vehicle for accident years 2001 to 2005 by 5%, 10%, 15%, 30%, and 40%, respectively. These percentage weights remain unchanged from those we selected last year and represent what we believe to be a reasonable balance between data responsiveness (i.e., the more recent the year the more likely its experience is reflective of future conditions) and data stability.

Investment Income on Cash Flow

The selected provision for claim cost is adjusted (reduced) to reflect the investment income earned on the cash flows arising from the insurance operations (i.e., the premium collected before it is used to pay claim costs and other expenses). We use a model to determine the adjustment. The following assumptions underlie our model:

- A payment pattern based on the Alberta's Industry-wide paid loss data published in the 2005 accident half-year loss development AIX Exhibits, and our estimate of the underlying average payment pattern for each coverage. In general, we select the weighted average of the latest 6 loss development factors for each incremental period.

- A 90 day delay in receipt of premiums.
- An investment income rate of 5.2%.

The key assumption is the investment rate. We select a rate of 5.2% as it is the same rate as was used in determining the Industry-wide rate level adjustment last year and because how the investment rate is selected is a consideration in determining an appropriate profit provision, which will be addressed by the Board in the upcoming Public Meeting.

But as the investment rate received considerable discussion at last year's Public Meeting, we provide the Board with the following information for its consideration:

- We reviewed the P&C-1 annual financial reports of the 15 largest automobile insurers in Alberta and found the average annual investment yield rate for 2003, 2004 and 2005 was approximately 6.0%, 5.9% and 6.4% respectively.
- The 5-year average ending April 2006 of the before-tax yields on 10-year Government of Canada Bonds is 4.8%. This represents a decline of 40 basis points from last year's average yield of 5.2%.
- The required average premium increases by approximately 2.4% for a one percentage point decrease in the investment yield rate.

Expenses

Insurance companies who are members of IBC report their Alberta and Countrywide combined private passenger and commercial automobile detailed expense information to IBC on a voluntary basis. We understand that the member companies of IBC represent approximately 75% of the insurance company automobile premium market in Alberta and that most, but not all, participate in this survey.

As we did last year, we consider the results reported in this survey for recent past years (1999 to 2004 in this case) in selecting the average expense provision to be included in the estimate of the required average premium.

The following table summarizes the reported historical expense ratios for Alberta as published by IBC and the expense ratios we select for the policy year effective November 1, 2006.

**Table 3
Total Operating Expense Categories**

	Alberta						Selection for Alberta
	1999	2000	2001	2002	2003	2004	
(1) Commission & Profit Commissions	12.2%	12.2%	12.2%	11.9%	12.3%	13.1%	12.3%
(2) License and Fees	0.3	0.3	0.3	0.3	0.3	0.3	0.3
(3) Premium Tax	3.1	3.1	3.0	3.0	3.0	3.0	3.0
(4) Other Operating Expenses	9.4	9.1	8.4	7.2	6.8	8.1	7.3
(5) Total Operating Expenses [(1) + (2) + (3) + (4)]	25.0%	24.7%	23.8%	22.3%	22.4%	24.4%	22.9%

We assume the higher commission and profit commissions ratio in 2004 is due to the relatively high profit levels achieved by the Industry. With the expectation that profits will not be as high, we select a provision of 12.3%, the same as reported for 2003 and which is in line with the levels reported for 1999-2002.

The other operating expense ratio of 8.1% for 2004 has increased by 1.3 points over 2003. IBC has advised us that this increase is attributed to a one time cost incurred by a large insurer as a result of a merger that occurred. Absent this, the expense ratio would have been in line with that reported in 2003 – so, on the surface, there does not appear to have been significant reform implementation costs borne by the Industry. We select 7.3% as the other operating expense ratio, which is the average ratio over the period 2002-2004.

We select ratios for Licenses and Fees and Premium Tax that are in line with the reported ratios for past years.

We note that the total expense provision we select, 22.9%, is 0.1 percentage points less than the 23.0% expense ratio selected last year. Also, it is in line with the 23.0% Alberta private passenger automobile expense ratio reported by companies in IBC's Quarterly Survey for the year ending December 31, 2005¹ (for all IBC member companies, and excluding the Facility Association). The 23.0% reported in the Quarterly Survey is comprised of 13.2% for commissions, 3.1% for premium tax, and 6.6% for all other expenses.

In our opinion, the total expense provision we select, 22.9%, represents a reasonable expense provision for insurance companies, on average, in Alberta for the policy year beginning November 1, 2006.

We note that the historical expense ratios displayed in Table 4 are for both private passenger and commercial vehicles, and for the compulsory and optional coverages. The Board may wish to take this into consideration in deciding on an appropriate expense provision. The Board may also wish to consider that the 7.3% provision of other operating expenses that we select is high when compared to the 6.6% provision reported in IBC's most recent Quarterly Survey.

Profit

As directed by the Board, we select a profit provision of 5% of premium. The 5% provision is the same as that selected for last year's rate adjustment. The Board intends to fully address the issue of the profit provision at a Public Meeting to be held in October 2006. The Board's decision will be reflected in the Industry-wide rate level adjustment for the November 2007 policy period.

¹ Unlike the voluntary expense ratio survey, this expense ratio information is less detailed.

Methodology to Derive the Required Average Premium

The required average premium is derived by combining the resulting weighted average trended ultimate loss (and loss expense) cost per earned vehicle, adjusted to reflect investment income arising from the insurance operations, with the selected provisions for health services levy, expenses, and profit.

More specifically,

- the ultimate loss per car is estimated for each of the most recent five accident years through the application of loss development factors;
- adjustments are made to the estimated ultimate loss per car for the 2001-2004 accident years in order for the effects of the reform measures to be fully recognized (the adjustment for the 2004 year is a partial adjustment);
- the adjusted ultimate loss per car estimates are each trended to reflect the cost conditions anticipated to be in effect for the policy period spanning November 1, 2006 through October 31, 2007;
- the resulting estimates by accident year are weighted to arrive at a projected average loss per car;
- the projected average loss per car is adjusted to reflect investment income expected to be earned on insurance company operations;
- an average expense provision (as a percent of premium) is selected;
- an average health services levy provision (as a percent of the TPL premium) is selected;
- an average profit provision (as a percent of premium) is selected; and
- the projected average loss per vehicle (adjusted to reflect investment income on cash flow), the selected average expense provision, the selected average health services

levy provision, and the selected average profit provision are combined² to determine the estimated required average premium per vehicle.

The exhibits we have attached reflect the assumptions we have made and the factors and provisions we have selected. This methodology can be used by the Board to estimate the required average premium (and hence the Industry-wide rate level adjustment). Should the Board select different assumptions, factors, or provisions, it can apply the same methodology.

Average Street Premium

To calculate the Industry-wide rate adjustment, the required average premium that is determined for the policy year effective November 1, 2006, must be compared to the estimate of the street premium.

We estimate the street premium based on information we obtained from IBC and from the Board staff.

IBC provided monthly written premiums and cars insured for Third Party Liability and Accident Benefits during 2005 and first four months of 2006, ending April 2006. This is referred to as “fast-track data,” as it is preliminary and does not include all insurers. The average written premium for basic coverages during March and April 2006 was \$608. We assume this is a reasonable estimate of the average street premium for April 2006.

We test this \$608 estimate for reasonableness by using the average street premium based on the reported average written premium for the second half of 2005 (\$625.35), as presented in the IBC AU70A exhibit, prepared as of December 31, 2005. We adjust this average (\$625.35) based on approved rate change information between July 1, 2005 until May 1, 2006 provided to us by the Board staff, the Board mandated November 1, 2006 Industry-wide adjustment of -4%, and the November 1, 2006 Grid rate adjustment of

² The method for combining the selected provisions is to calculate the product of: the projected average loss cost, the present value factor, and the premium delay factor. This product is then divided by 100% less the sum of: the expense provision, the health levy provision, and the profit provision.

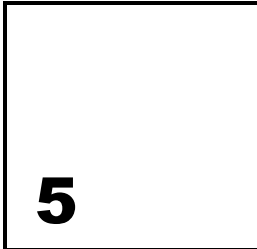
approximately -1.6%. Based on these calculations, we estimate the average written premium as of May 1, 2006 to be within one dollar of the IBC fast-track data estimate of \$608. We therefore assume that the \$608 estimate based on the IBC fast-track data is a reasonable estimate.

We adjust this estimated average street premium as of April 2006 of \$608 for anticipated premium trend that results from insureds increasing their Third Party Liability limit of coverage. Based on a review of changes in the distribution of insureds by the limit of coverage they purchase, we assume a Third Party Liability premium trend of 0.12% per year. Our estimated average street premium during the middle of the policy year effective November 1, 2006 is, therefore, \$608.79.

While we acknowledge there may be changes made by individual insurers to either increase or decrease their rate levels (in addition to the Industry-wide adjustment to become effective November 1, 2006), we make no adjustment to our estimate of the average street premium for such possible future actions.

Indicated Industry-wide Rate Level Adjustment

The indicated Industry-wide rate level adjustment is the percent difference between the estimate of the required average premium and the estimate of the average street premium.



Definitions of Key Terms

To assist the reader in his or her understanding of our report, in this section we define and explain several of the technical terms that we use throughout our report.

Insurance Coverages

We begin with a general description of the insurance coverages. We note that throughout this discussion of the insurance coverages, the term “insured” is generally used to mean the family of the owner of the policy, as well as any passengers or other drivers using the car with the owner’s permission.

Third Party Liability (TPL)

There are two parts to this mandatory coverage:

Bodily Injury (BI) coverage protects the insured against liability arising from an accident that causes bodily injury to another person. Coverage amounts available in Alberta range from the legal minimum of \$200,000 per claim to well over \$2,000,000 per claim.

Property Damage (PD) coverage protects the insured against liability arising from an accident that causes damage to the property of another person.

All drivers must purchase at least the legally required minimum amount of TPL coverage available in Alberta.

Accident Benefits (AB)

This coverage provides for such items as reimbursement of lost income, medical care costs, and funeral costs; it also provides benefits to the dependants of a deceased insured.

Underinsured Motorist (UIM)

This optional coverage protects the insured if he or she is caused bodily injury by an at-fault driver who is insured, but who does not have sufficient insurance to cover the liability; in this case the insured collects, from his or her own insurer, the amount of the damage that is in excess of the at-fault driver's liability coverage and up to the limit of UIM coverage purchased.

Collision

This optional coverage generally provides coverage (subject to a deductible) for damage to the insured's vehicle arising out of a collision.

Comprehensive

This optional coverage generally provides coverage (subject to a deductible) for damage to the insured's vehicle arising out of a peril other than collision (e.g., theft, vandalism, flood, hail, fire, etc.).

All Perils

This optional coverage combines the coverages for both collision and comprehensive into one coverage, subject to a common deductible level.

Specified Perils

This optional coverage, like collision and comprehensive, provides coverage (subject to a deductible) for specific perils to the insured's vehicle.

Other Terms

Accident Year

The year in which an incident that gives rise to a claim occurred, regardless of when the claim is actually reported to an insurance company. For example, a claim reported on January 15, 2003 for injuries suffered in an automobile accident that occurred on December 15, 2002, is considered to be an accident year 2002 claim.

Allocated Loss Adjustment Expense (ALAE)

ALAE is the claim and settlement expense that can be associated directly with individual claims (e.g., legal expenses). (See ULAE)

Base Rate and Rate Differentials

Insurers generally determine the premium for a particular insured by multiplying a base rate by a series of rate differentials (or rate factors, or rate relativities) that reflect the particular characteristics of the insured. The terms rate differentials, rate factors and rate relativities are used interchangeably. Typically, there is one base rate for each combination of coverage and rating territory. For example, assume a base rate for the TPL coverage of \$200 in Territory #1 and a base rate for the TPL coverage of \$300 in Territory #2. Also assume the rate differential for a married male driver, age 40, is 1.25. The TPL premium for this driver would be \$250 in Territory #1 (\$200 times 1.25) and \$375 in Territory #2 (\$300 times 1.25).

Case Reserve

The Case Reserve is the provision established by insurance companies for the payment of future losses and claim related expenses associated with a particular claim.

Claim Frequency

Claim Frequency is the average number of claims that occur in a year, per insured vehicle. Claim frequency is a measure of the incidence of automobile claims. For example, if an insurance company provided insurance on 100 vehicles in year 2002 and 5 TPL claims occurred during 2002, the company's TPL claim frequency for 2002 would be 5 percent.

Claim Severity

Claim Severity is the average reported incurred loss and ALAE per claim. Claim severity is a measure of the average cost of automobile claims. For example, if the 5 claims in the previous example resulted in a total incurred loss and ALAE of \$100,000, the claim severity would be \$20,000.

Claim Count Development

Claim Count Development refers to the change in the number of reported claims for a particular accident year over time. (See Loss Development)

CLEAR

CLEAR refers to Canadian Loss Experience Automobile Rating, a system of categorizing Private Passenger vehicles, by make and model-year, for physical damage coverage rating purposes. CLEAR was developed by the Vehicle Information Centre of Canada (VICC), a part of the Insurance Bureau of Canada. CLEAR considers such elements as the repairability and damageability of the make and model-year. (See MSRP)

Combined Ratio

Combined Ratio is another common measure of premium adequacy. This is the sum of the loss ratio plus the expense ratio (operating expenses divided by written premium). A combined ratio in excess of 100 percent is an indication of premium inadequacy, before consideration of profit and investment income.

Earned Premium

Earned Premium is the amount of written premium that is associated with the portion of the policy term that has expired. For example, assume an automobile policy with a 12-month term is sold on January 1 for \$1,000. The amount of earned premium would be \$500 on June 30.

Exposure Unit

A measure of loss potential. In Private Passenger automobile insurance, the exposure unit that is commonly used is the number of insured vehicles. For example, all else being equal, it would be expected that the cost to an insurance company to insure 50 cars would be twice the cost to insure 25 cars.

Health Services Levy

As per Provincial legislation, a levy is paid by each insurer to achieve a target amount set by Government. IBC calculates and provides the level as a percentage of earned third party liability premiums. Under the legislation, the Government has no subrogation rights against the at-fault parties who are insured by policies of TPL insurance; but instead, collects the levy.

Loss Cost

Loss Cost is the average incurred loss and ALAE in a year per insured vehicle. The loss cost is the product of claim frequency and claim severity. Using the above example, a claim frequency of 5 percent, multiplied by a claim severity of \$20,000, produces a TPL loss cost of \$1,000.

Loss Development

Loss Development is the amount by which reported incurred losses and ALAE for a particular accident year change over time. The two main reasons why reported incurred losses and ALAE amounts change (or develop) over time are:

- (a) Reported incurred losses and ALAE only include case reserve estimates on claims for which the claim adjuster has knowledge, i.e., case reserves are only established on the claims that have been reported to the insurance company. Since typically some period of time elapses between the time of the incident and when it is reported as a claim, the number of reported claims for an accident year would be expected to increase over time. Claims that are reported after the close of an accident year are referred to as “late-reported” claims; and

(b) Reported incurred losses and ALAE also develop because, for a number of reasons, the initial case reserves established by claims adjusters, can not fully and accurately reflect the amount the claim will ultimately settle at. This pattern of under-reserving and over-reserving is common within the insurance industry (although the degree to which reported incurred losses and ALAE are under-reserved or over-reserved varies by company, jurisdiction, line of business, etc.). We further note that, over time, the percentage by which reported incurred losses and ALAE develop for a given accident year should decline. This is because as accident years become more mature (i.e., become older), fewer and fewer reserve estimates are adjusted to reflect newly reported late claims, actual payments, and additional information that becomes available to the claims adjuster.

Loss Ratio

Loss Ratio is defined as reported incurred losses and ALAE divided by earned premium. This is the common measure of premium adequacy. A loss ratio that exceeds a company's break-even loss ratio (100 percent less budgeted expenses) would suggest premium inadequacy.

Loss Reserving Methods: Incurred Loss Method and Paid Loss Method

Loss reserving methods are often based on historical data grouped into a triangle format. A common approach is to have the rows represent the accident years, and the columns representing the value of the loss at specific dates, such as 12 months, 24 months, 36 months etc., from the beginning of the accident year. The historical changes in the loss data from period to period is reviewed to estimate a pattern to predict how current accident years losses will change over time as claims are settled and closed. The Incurred Loss Method refers to the triangle method of analysis, based on reported incurred losses. The Paid Loss Method refers to the triangle method of analysis, based on paid losses.

MSRP

MSRP refers to the Manufacturer's Suggested Retail Price, and is a system of categorizing Private Passenger vehicles, by make and model-year, for rating purposes for physical damage coverages, according to the original price of the vehicle. (See CLEAR)

Operating Expenses

Insurance company expenses, other than ALAE and ULAE, are typically categorized as Commissions, Other Acquisition, General, Taxes, Licenses, and Fees.

Paid Losses

The total aggregate dollar amount of losses paid on all reported claims as of a certain date.

Premium Drift

Premium Drift is a more general term, and refers to the changes in the amount of premium collected by insurance companies that is attributed to the purchase of newer and more expensive cars (i.e., rate group drift) as well as to changes in the amount of insurance coverage that is purchased (e.g., the purchase of higher limits of liability coverage would increase the amount of premium collected by insurance companies, while the purchase of higher physical damage deductibles would reduce the amount of premium collected by insurance companies). (See Rate Group Drift)

Rate Group Drift

Rate Group Drift refers to the amount of additional premium collected by insurance companies that is attributed to the purchase of newer and more expensive cars by insureds. The premiums charged by insurance companies are higher for newer and more expensive cars. Therefore, as insureds purchase newer and more expensive cars, the amount of premium collected by insurance companies increases. (See Premium Drift)

Ratemaking Methods: Pure Premium Method and Loss Ratio Method

The Pure Premium Method of ratemaking develops indicated rates that are expected to provide for the expected losses and expenses, and provide for the expected profit.

The Loss Ratio Method of ratemaking develops indicated rate changes rather than indicated rates.

Rating Territory

Automobile premiums vary by the principal garaging location of the vehicle. Based on Insurance Bureau of Canada's automobile statistical plan, Alberta is currently divided into three areas, or rating territories, of principal garaging location; and, therefore, has three separate sets of rates depending upon which of the three territories the vehicle is principally garaged. (see Statistical Territory)

Reported Incurred Loss

The sum of:

- (a) the total aggregate dollar amount of losses paid on all reported claims as of a certain date (referred to as the valuation date), and
- (b) the total aggregate dollar amount of losses set in reserve by the claim adjusters on each open claim (referred to as "case reserves") as of a certain date (the same evaluation date as for the paid loss amounts).

For example, if two claims were filed against an insurance company, one that settled for \$50,000 and the other that was open with a paid amount of \$25,000 and a "case reserve" (i.e., the claim adjuster's estimate of the dollars still to be paid on the claim) of \$30,000, then the total reported incurred loss on the two claims would be \$105,000 (the sum of \$50,000, plus \$25,000, plus \$30,000).

Reserve

A Reserve is the aggregate provision identified by an insurance company for the payment of future losses and claim related expenses associated with claims that have been incurred.

Surplus

The excess of the assets of an insurance company over its liabilities.

Statistical Territory

Automobile premiums vary by the principal garaging location of the vehicle. Alberta is divided into four statistical territories, of principal garaging location. Specific statistical territories are grouped together to represent a specific rating territory. In some cases there is one statistical territory in a rating territory, in other cases the rating territory is comprised of two or more statistical territories. (see Rating Territory)

Total Return on Equity

Total Return on Equity (ROE) refers to an insurer's profit as a percentage of its surplus, where profit is the sum of (a) underwriting profit, and (b) investment income earned on both the underwriting operations of the company and on the surplus carried by the company.

Underwriting Profit

Underwriting Profit is defined as earned premium, less reported incurred losses and ALAE, less ULAE, less operational expenses.

Underwriting Profit Margin

Underwriting Profit Margin is the provision that is included in the insurance premium for underwriting profit to be earned by the company.

Ultimate Incurred Loss

An estimate of the total amount of loss dollars that will ultimately be paid to settle all claims that occur during a particular accident year.

Written Premium

Written Premium represents the total amount of premium charged by an insurance company for the insurance policies it has sold. It is generally measured over a one-year period.

Unallocated Loss Adjustment Expense (ULAE)

ULAE is the claim and settlement related expense that cannot be associated directly with individual claims (e.g., claim adjuster salaries). (See ALAE)

MERCER OLIVER WYMAN

161 Bay Street, PO Box 501
Toronto, Ontario
Canada M5J 2S5
416 868 2358

**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

Discounted Projected Average Loss Cost

		(1) Projected Average Loss Cost	(2) Present Value Discount Factor	(3) Discounted Projected Average Loss Cost
TPL	Bodily Injury	270.39	0.832	224.90
	Property Damage	120.03	0.955	114.61
	TPL Total			339.51
AB	Funeral	0.32	0.957	0.30
	Death Benefit	1.79	0.928	1.66
	Medical Rehab	34.21	0.939	32.12
	Disability Income	10.29	0.937	9.65
	Supplementary	0.00	1.000	0.00
	Uninsured	0.11	0.832	0.09
	AB Total			43.82
	Total			383.33

Notes:

- (1) From Exhibit 2, Pages 1 - 3
- (2) From Exhibit 4
- (3) = (1) x (2)

**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Projected Loss Cost Calculation
Third Party Liability**

Bodily Injury

Accident Year	Earned Cars	Reported Losses & ALAE	Reported Losses & ALAE Cost per Car	LDF	ULAE	Reform Adjustment	GST Adjustment	Ultimate Losses & LAE per Car	Past Trend to Oct 1, 2005	Future Trend to Nov 1, 2007	Projected Ultimate Losses & LAE per Car	Weights
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
2001	1,661,980	576,764,800	347.03	1.025	1.076	0.690	1.000	264.17	0.905	1.083	258.99	5%
2002	1,695,038	608,896,516	359.22	1.043	1.089	0.690	1.000	281.76	0.930	1.083	283.85	10%
2003	1,713,592	523,717,796	305.63	1.090	1.093	0.690	1.000	251.40	0.977	1.083	265.99	15%
2004	1,744,998	406,054,408	232.70	1.174	1.103	0.822	1.000	247.75	1.026	1.083	275.30	30%
2005	1,823,810	286,244,749	156.95	1.408	1.103	1.000	1.000	243.73	1.010	1.083	266.43	40%
Weighted Average											270.39	

Property Damage

Accident Year	Earned Cars	Reported Losses & ALAE	Reported Losses & ALAE Cost per Car	LDF	ULAE	Reform Adjustment	GST Adjustment	Ultimate Losses & LAE per Car	Past Trend to Oct 1, 2005	Future Trend to Nov 1, 2007	Projected Ultimate Losses & LAE per Car	Weights
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
2001	1,661,980	146,446,910	88.12	1.000	1.076	1.000	0.991	93.90	1.152	1.072	115.87	5%
2002	1,695,038	170,102,554	100.35	0.998	1.089	1.000	0.991	108.04	1.160	1.072	134.32	10%
2003	1,713,592	158,488,944	92.49	0.994	1.093	1.000	0.991	99.59	1.185	1.072	126.43	15%
2004	1,744,998	158,324,489	90.73	0.994	1.103	1.000	0.991	98.50	1.115	1.072	117.73	30%
2005	1,823,810	164,692,149	90.30	1.091	1.103	1.000	0.991	107.64	1.008	1.072	116.31	40%
Weighted Average											120.03	

Notes:

- (2), (3) From AIX70A 2005-2
- (4) = (3) / (2)
- (5) From Exhibit 6, Page 17
- (6) From 2005 AIX03-B
- (7) Average of KPMG and Exhibit 5
- (8) GST change from 7% to 6% effective July 1, 2006
- (9) = (4) x (5) x (6) x (7) x (8)
- (10) From Exhibit 5, Column (13)
- (11) From Exhibit 5, Column (14)
- (12) = (9) x (10) x (11)
- (13) Judgment

**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Projected Loss Cost Calculation
Accident Benefit**

Funeral

Accident Year (1)	Earned Cars (2)	Reported Losses & ALAE (3)	Reported Losses & ALAE Cost per Car (4)	LDf (5)	ULAE (6)	Reform Adjustment (7)	GST Adjustment (8)	Ultimate Losses & LAE per Car (9)	Past Trend to Oct 1, 2005 (10)	Future Trend to Nov 1, 2007 (11)	Projected Ultimate Losses & LAE per Car (12)	Weights (13)
2001	1,655,203	542,781	0.33	0.992	1.076	1.000	1.000	0.35	0.972	0.986	0.34	5%
2002	1,692,632	488,915	0.29	0.985	1.089	1.000	1.000	0.31	0.979	0.986	0.30	10%
2003	1,714,594	529,708	0.31	0.981	1.093	1.000	1.000	0.33	0.985	0.986	0.32	15%
2004	1,752,850	479,846	0.27	0.940	1.103	1.000	1.000	0.28	0.992	0.986	0.28	30%
2005	1,829,880	605,020	0.33	0.974	1.103	1.000	1.000	0.36	0.998	0.986	0.35	40%
Weighted Average											0.32	

Death Benefit

Accident Year (1)	Earned Cars (2)	Reported Losses & ALAE (3)	Reported Losses & ALAE Cost per Car (4)	LDf (5)	ULAE (6)	Reform Adjustment (7)	GST Adjustment (8)	Ultimate Losses & LAE per Car (9)	Past Trend to Oct 1, 2005 (10)	Future Trend to Nov 1, 2007 (11)	Projected Ultimate Losses & LAE per Car (12)	Weights (13)
2001	1,655,203	2,657,608	1.61	1.007	1.076	1.000	1.000	1.74	1.018	1.009	1.79	5%
2002	1,692,632	2,793,950	1.65	1.012	1.089	1.000	1.000	1.82	1.014	1.009	1.86	10%
2003	1,714,594	2,638,156	1.54	1.012	1.093	1.000	1.000	1.70	1.009	1.009	1.73	15%
2004	1,752,850	2,687,558	1.53	0.995	1.103	1.000	1.000	1.68	1.005	1.009	1.71	30%
2005	1,829,880	2,769,470	1.51	1.099	1.103	1.000	1.000	1.84	1.001	1.009	1.85	40%
Weighted Average											1.79	

Medical Rehabilitation

Accident Year (1)	Earned Cars (2)	Reported Losses & ALAE (3)	Reported Losses & ALAE Cost per Car (4)	LDf (5)	ULAE (6)	Reform Adjustment (7)	GST Adjustment (8)	Ultimate Losses & LAE per Car (9)	Past Trend to Oct 1, 2005 (10)	Future Trend to Nov 1, 2007 (11)	Projected Ultimate Losses & LAE per Car (12)	Weights (13)
2001	1,655,203	39,711,307	23.99	0.995	1.076	1.178	0.991	29.99	1.182	1.085	38.49	5%
2002	1,692,632	42,743,542	25.25	0.995	1.089	1.178	0.991	31.93	1.189	1.085	41.21	10%
2003	1,714,594	39,134,929	22.82	0.992	1.093	1.178	0.991	28.88	1.214	1.085	38.07	15%
2004	1,752,850	38,544,062	21.99	0.949	1.103	1.134	0.991	25.87	1.240	1.085	34.82	30%
2005	1,829,880	51,160,553	27.96	0.896	1.103	1.000	0.991	27.38	1.010	1.085	30.01	40%
Weighted Average											34.21	

Disability Income

Accident Year (1)	Earned Cars (2)	Reported Losses & ALAE (3)	Reported Losses & ALAE Cost per Car (4)	LDf (5)	ULAE (6)	Reform Adjustment (7)	GST Adjustment (8)	Ultimate Losses & LAE per Car (9)	Past Trend to Oct 1, 2005 (10)	Future Trend to Nov 1, 2007 (11)	Projected Ultimate Losses & LAE per Car (12)	Weights (13)
2001	1,655,203	21,073,849	12.73	1.001	1.076	1.000	1.000	13.71	0.664	1.056	9.62	5%
2002	1,692,632	22,150,107	13.09	1.000	1.089	1.000	1.000	14.25	0.737	1.056	11.09	10%
2003	1,714,594	17,929,197	10.46	1.004	1.093	1.000	1.000	11.48	0.854	1.056	10.35	15%
2004	1,752,850	15,981,955	9.12	1.014	1.103	1.000	1.000	10.20	0.989	1.056	10.66	30%
2005	1,829,880	12,484,781	6.82	1.235	1.103	1.000	1.000	9.29	1.007	1.056	9.88	40%
Weighted Average											10.29	

Supplementary

Accident Year (1)	Earned Cars (2)	Reported Losses & ALAE (3)	Reported Losses & ALAE Cost per Car (4)	LDf (5)	ULAE (6)	Reform Adjustment (7)	GST Adjustment (8)	Ultimate Losses & LAE per Car (9)	Past Trend to Oct 1, 2005 (10)	Future Trend to Nov 1, 2007 (11)	Projected Ultimate Losses & LAE per Car (12)	Weights (13)
2001	1,655,203	599	0.00	1.000	1.076	1.000	1.000	0.00	1.000	1.000	0.00	5%
2002	1,692,632	187	0.00	1.000	1.089	1.000	1.000	0.00	1.000	1.000	0.00	10%
2003	1,714,594	100	0.00	1.000	1.093	1.000	1.000	0.00	1.000	1.000	0.00	15%
2004	1,752,850	0	0.00	1.000	1.103	1.000	1.000	0.00	1.000	1.000	0.00	30%
2005	1,829,880	0	0.00	1.000	1.103	1.000	1.000	0.00	1.000	1.000	0.00	40%
Weighted Average											0.00	

Uninsured Motorist

Accident Year (1)	Earned Cars (2)	Reported Losses & ALAE (3)	Reported Losses & ALAE Cost per Car (4)	LDf (5)	ULAE (6)	Reform Adjustment (7)	GST Adjustment (8)	Ultimate Losses & LAE per Car (9)	Past Trend to Oct 1, 2005 (10)	Future Trend to Nov 1, 2007 (11)	Projected Ultimate Losses & LAE per Car (12)	Weights (13)
2001	1,655,203	396,355	0.24	1.000	1.076	0.752	1.000	0.19	1.000	1.000	0.19	5%
2002	1,692,632	297,330	0.18	1.000	1.089	0.752	1.000	0.14	1.000	1.000	0.14	10%
2003	1,714,594	153,804	0.09	0.900	1.093	0.752	1.000	0.07	1.000	1.000	0.07	15%
2004	1,752,850	263,011	0.15	1.240	1.103	0.814	1.000	0.17	1.000	1.000	0.17	30%
2005	1,829,880	46,249	0.03	2.169	1.103	1.000	1.000	0.06	1.000	1.000	0.06	40%
Weighted Average											0.11	

Notes:

- (2), (3) From AIX70A 2005-2
- (4) = (3) / (2)
- (5) From Exhibit 6, Page 17
- (6) From 2005 AIX03-B
- (7) 25% of KPMG + 75% of Exhibit 5 for Medical Rehab; KPMG for Uninsured
- (8) GST change from 7% to 6% effective July 1, 2006
- (9) = (4) x (5) x (6) x (7) x (8)
- (10) From Exhibit 5, Column (13)
- (11) From Exhibit 5, Column (14)
- (12) = (9) x (10) x (11)
- (13) Judgment

**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Total Operating Expense Ratio Calculation
% of Direct Written Premium**

	Alberta						Countrywide						Selection for Alberta
	1999	2000	2001	2002	2003	2004	1999	2000	2001	2002	2003	2004	
(1) Commission & Profit Commissions	12.2%	12.2%	12.2%	11.9%	12.3%	13.1%	11.7%	11.5%	11.6%	11.7%	11.5%	11.7%	12.3%
(2) License and Fees	0.3	0.3	0.3	0.3	0.3	0.3	0.4	0.4	0.3	0.4	0.4	0.3	0.3
(3) Premium Tax	3.1	3.1	3.0	3.0	3.0	3.0	3.2	3.2	3.1	3.1	3.1	3.1	3.0
(4) Other Operating Expenses	9.4	9.1	8.4	7.2	6.8	8.1	11.2	10.3	9.4	8.3	7.4	8.5	7.3
(5) Total Operating Expenses [(1) + (2) + (3) + (4)]	25.0%	24.7%	23.8%	22.3%	22.4%	24.4%	26.5%	25.4%	24.4%	23.4%	22.3%	23.6%	22.9%

2004 Expense Breakdown Between Agency & Direct Writer

	Agency	Direct Writer	Total
(1) Commission & Profit Commissions	15.6%	6.8%	13.1%
(2) License and Fees	0.2%	0.7%	0.3%
(3) Premium Tax	3.0%	2.9%	3.0%
(4) Other Operating Expenses	7.5%	9.5%	8.1%
(5) Total Operating Expenses [(1) + (2) + (3) + (4)]	26.2%	19.9%	24.4%
(6) Direct Written Premium (\$000's)	1,159	467	1,626

**IBC Quarterly Survey Results
Twelve Months Ending December 31, 2005**

	Agency		Direct Writer	
	Private Passenger (excl. FA)	Total Auto (incl. FA)	Private Passenger (excl. FA)	Total Auto (incl. FA)
(1) Commission & Profit Commissions	13.2%	14.0%	14.4%	15.0%
(2) License and Fees			Included in Other Operating Expenses	
(3) Premium Tax	3.1%	3.1%	3.1%	3.2%
(4) Other Operating Expenses	6.6%	7.2%	7.0%	7.6%
(5) Total Operating Expenses [(1) + (2) + (3) + (4)]	23.0%	24.3%	24.5%	25.7%
(6) Direct Written Premium (\$000's)			19.3%	20.5%

Data Source: Insurance Bureau of Canada

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Third Party Liability - Bodily Injury

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)															
	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96
1991-1	1,857	7,776	17,755	29,695	41,676	51,247	60,339	69,644	77,718	83,665	87,996	91,160	93,976	95,852	98,002	100,263
1991-2	2,152	11,693	25,931	42,090	58,796	70,375	81,870	92,113	102,453	109,525	114,947	120,998	123,805	126,125	129,264	131,018
1992-1	2,477	12,293	22,636	36,962	51,341	63,936	73,310	82,345	88,867	94,706	99,573	103,273	106,975	109,384	112,393	114,508
1992-2	4,008	14,982	31,729	47,940	68,213	84,294	96,438	105,791	114,248	122,063	131,212	136,487	142,491	146,047	148,498	150,034
1993-1	3,526	14,451	28,090	43,990	60,294	73,817	85,062	95,269	103,493	109,510	117,368	122,376	127,695	130,675	134,132	136,356
1993-2	4,423	16,920	35,335	54,206	76,916	90,981	107,492	119,450	131,931	143,077	151,538	158,992	162,237	165,488	168,260	170,362
1994-1	4,138	16,698	31,595	49,627	68,361	83,960	95,647	108,655	118,299	126,233	132,664	136,945	141,203	143,420	147,070	149,647
1994-2	4,929	19,732	40,745	60,869	82,920	97,450	113,239	127,777	140,084	148,961	157,838	165,736	171,829	177,165	178,332	180,539
1995-1	4,781	18,929	34,877	54,143	70,696	89,390	103,924	116,654	131,602	140,704	150,678	158,096	163,811	167,239	169,660	172,159
1995-2	6,035	23,025	45,041	65,599	91,847	113,663	133,502	149,298	161,001	172,902	185,810	191,199	196,657	198,320	200,832	202,651
1996-1	5,486	20,722	38,833	62,893	85,576	104,205	119,912	130,950	145,121	155,253	163,664	170,160	175,454	180,371	183,430	188,071
1996-2	5,344	22,188	44,944	69,409	97,797	118,743	138,013	155,674	170,074	180,698	190,076	197,204	203,813	207,987	211,196	213,311
1997-1	4,667	20,743	41,095	63,750	87,095	107,903	124,784	140,196	152,255	166,119	175,197	184,821	191,913	199,625	203,446	208,056
1997-2	5,936	23,274	45,141	68,003	97,264	120,687	143,273	162,334	177,475	189,003	200,283	208,990	214,893	221,412	227,142	230,836
1998-1	5,834	20,837	40,217	62,470	89,057	114,161	133,496	151,333	167,552	181,229	193,006	203,405	211,660	216,568	219,408	224,280
1998-2	6,253	24,806	49,447	76,984	112,060	139,748	166,389	187,420	204,013	215,257	229,290	238,836	248,257	254,016	258,185	
1999-1	6,231	22,365	44,706	72,600	102,601	134,947	157,553	179,620	195,108	207,364	217,423	225,140	232,759	240,133		
1999-2	6,570	23,940	50,147	82,617	121,736	147,422	173,828	194,689	212,733	226,088	240,948	252,278	262,457			
2000-1	6,507	23,512	48,763	78,036	109,525	137,106	157,765	176,788	193,220	211,323	222,554	230,892				
2000-2	5,980	24,691	51,570	82,434	122,371	153,407	182,231	204,479	220,691	236,842	251,991					
2001-1	5,762	22,426	47,601	79,445	111,281	139,849	159,742	179,608	196,322	212,357						
2001-2	5,865	24,517	52,486	85,886	130,189	162,533	191,519	213,508	234,435							
2002-1	5,699	24,221	53,281	86,533	120,676	152,375	176,765	199,542								
2002-2	6,327	24,245	51,307	82,605	120,882	149,811	180,571									
2003-1	5,976	23,745	50,672	76,027	104,831	132,840										
2003-2	6,504	22,142	43,927	69,319	98,647											
2004-1	6,198	20,996	40,238	60,564												
2004-2	4,936	20,026	34,949													
2005-1	5,272	18,113														
2005-2	5,636															

Accident Year	Portion of Ultimate Losses Paid by Month of Development							
	12	24	36	48	60	72	84	96
1991	4.18%	23.40%	46.30%	63.75%	78.30%	86.71%	92.41%	96.57%
1992	6.00%	25.27%	48.62%	65.78%	76.88%	86.28%	92.67%	96.77%
1993	5.94%	24.98%	47.47%	63.86%	76.04%	86.27%	92.25%	95.94%
1994	6.36%	26.58%	49.09%	65.27%	78.34%	86.71%	92.73%	96.48%
1995	6.45%	25.62%	46.81%	64.61%	77.92%	88.82%	93.99%	96.34%
1996	6.21%	25.68%	48.10%	64.04%	77.46%	85.77%	91.48%	95.07%
1997	5.83%	23.81%	44.86%	61.98%	75.13%	84.21%	90.64%	95.16%
1998	5.32%	22.00%	44.47%	62.45%	75.72%	85.05%	91.37%	94.83%
1999	5.36%	22.76%	47.59%	65.54%	77.89%	86.42%	93.19%	
2000	5.22%	22.96%	45.96%	63.59%	76.52%	85.53%		
2001	4.79%	22.32%	45.69%	62.80%	75.60%			
2002	4.81%	21.70%	43.02%	59.85%				
2003	5.30%	21.01%	40.55%					
2004	5.44%	20.03%						
2005	5.89%							

Arithmetic Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	5.54%	23.44%	46.04%	63.63%	76.89%	86.18%	92.30%	95.89%
10 Year	5.42%	22.79%	45.61%	63.40%	76.75%	86.18%		
8 Year	5.27%	22.07%	45.03%	63.11%	76.82%	86.10%	92.29%	95.89%
6 Year	5.24%	21.80%	44.55%	62.70%	76.39%	85.97%	92.23%	95.64%
4 Year	5.36%	21.27%	43.81%	62.94%	76.44%	85.30%	91.67%	95.35%
3 Year	5.54%	20.92%	43.09%	62.08%	76.67%	85.67%	91.73%	95.02%
All Year ex hi/lo	5.58%	23.46%	46.26%	63.79%	76.93%	86.09%	92.30%	95.92%
6 Year ex hi/lo	5.19%	21.95%	44.79%	62.71%	76.33%	85.69%	92.19%	95.63%

\$ Weighted Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	5.49%	23.10%	45.63%	63.36%	76.75%	86.06%	92.25%	95.74%
10 Year	5.36%	22.63%	45.32%	63.20%	76.67%	86.06%		
8 Year	5.23%	22.06%	44.89%	62.97%	76.71%	86.00%	92.23%	95.74%
6 Year	5.19%	21.84%	44.50%	62.65%	76.38%	85.88%	92.19%	95.55%
4 Year	5.30%	21.34%	43.80%	62.82%	76.43%	85.35%	91.73%	95.30%
3 Year	5.51%	21.00%	43.12%	62.00%	76.64%	85.68%	91.80%	95.01%

Selected Pay Pattern	5.51%	21.00%	43.12%	62.00%	76.64%	85.68%	91.80%	95.01%
----------------------	-------	--------	--------	--------	--------	--------	--------	--------

Incremental	5.51%	15.49%	22.12%	18.89%	14.64%	9.04%	6.12%	3.21%
-------------	-------	--------	--------	--------	--------	-------	-------	-------

Year	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	To Ult
Annual Pay Pattern	5.51%	15.49%	22.12%	18.89%	14.64%	9.04%	6.12%	3.21%	2.53%	1.29%	0.54%	0.16%	0.10%	0.26%	0.10%	0.00%

Discounted Value at 5.21% : 0.8317

Data Source: 2005 AIX70A

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Third Party Liability - Bodily Injury

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)													Selected Ultimate	
	102	108	114	120	126	132	138	144	150	156	162	168	174		180
1991-1	100,887	101,664	102,789	102,808	103,020	103,068	103,090	103,282	103,296	103,308	103,803	103,808	103,808	103,808	103,808
1991-2	132,071	132,727	133,161	133,001	133,153	133,332	133,447	133,432	133,439	133,451	133,496	133,527	133,537		133,878
1992-1	115,652	117,071	117,503	117,816	118,013	118,012	118,267	118,350	118,350	118,350	118,350	118,350	118,350		118,350
1992-2	150,791	151,289	152,416	152,796	152,825	153,124	153,283	153,283	153,289	153,289	153,289	153,307			153,437
1993-1	137,665	138,614	140,084	140,595	140,382	140,356	140,364	140,375	140,527	140,538					141,571
1993-2	173,180	173,802	174,317	174,853	174,897	175,077	175,101	175,101	175,105	175,121					175,948
1994-1	150,650	151,826	152,703	153,164	154,603	154,869	154,926	154,981							156,476
1994-2	181,144	181,671	181,832	182,296	182,362	182,890	182,899								183,485
1995-1	173,949	174,772	175,414	175,542	176,172	176,304									176,462
1995-2	205,330	206,380	208,370	208,865	209,396										210,717
1996-1	189,986	192,147	192,890	193,162											194,730
1996-2	216,076	219,601	221,731												225,252
1997-1	210,471	211,293													215,073
1997-2	233,817														242,251
1998-1															232,266
1998-2															276,478
1999-1															253,661
1999-2															285,663
2000-1															263,254
2000-2															301,329
2001-1															271,203
2001-2															319,755
2002-1															304,199
2002-2															330,957
2003-1															280,086
2003-2															290,754
2004-1															240,251
2004-2															236,553
2005-1															182,640
2005-2															220,363
Accident Year	Portion of Ultimate Losses Paid by Month of Development							Selected Ultimate							
	108	120	132	144	156	168	180								
1991	98.34%	99.28%	99.38%	99.60%	99.60%	99.84%	99.86%	237,686							
1992	98.56%	99.43%	99.65%	99.94%	99.95%	99.95%		271,786							
1993	98.20%	99.18%	99.29%	99.36%	99.41%			317,519							
1994	97.94%	98.54%	99.20%	99.39%				339,961							
1995	98.17%	99.16%	99.62%					387,178							
1996	97.20%	98.79%						419,981							
1997	97.33%							457,324							
1998								508,743							
1999								539,324							
2000								564,583							
2001								590,957							
2002								635,156							
2003								570,840							
2004								476,805							
2005								403,002							
Arithmetic Averages	Cumulative Paid Losses							Ultimate							
	108	120	132	144	156	168	180								
All Years	97.96%	99.06%	99.43%	99.57%	99.65%	99.90%	99.86%	100.00%							
10 Year															
8 Year															
6 Year	97.90%	99.06%													
4 Year	97.66%	98.92%	99.44%	99.57%											
3 Year	97.57%	98.83%	99.37%	99.56%	99.65%										
All Year ex hi/lo	98.00%	99.10%	99.43%	99.49%	99.60%										
6 Year ex hi/lo	97.91%	99.10%													
\$ Weighted Averages								Ultimate							
	108	120	132	144	156	168	180								
All Years	97.88%	99.03%	99.43%	99.55%	99.64%	99.90%	99.86%	100.00%							
10 Year															
8 Year															
6 Year	97.83%	99.03%													
4 Year	97.63%	98.91%	99.44%	99.55%											
3 Year	97.54%	98.84%	99.38%	99.54%	99.64%										
Selected Pay Pattern	97.54%	98.84%	99.38%	99.54%	99.64%	99.90%	100.00%	100.00%							
Incremental	2.53%	1.29%	0.54%	0.16%	0.10%	0.26%	0.10%	0.00%							

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Third Party Liability - Property Damage

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)															
	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96
1991-1	26,783	44,672	47,855	48,676	48,992	49,160	49,457	49,489	49,519	49,538	49,548	49,553	49,556	49,588	49,588	49,589
1991-2	23,380	50,180	52,766	53,615	53,880	53,996	54,041	54,058	54,082	54,196	54,221	54,219	54,225	54,225	54,226	54,225
1992-1	25,194	41,389	43,206	43,798	44,155	44,283	44,393	44,412	44,414	44,425	44,442	44,434	44,437	44,439	44,440	44,446
1992-2	26,278	50,068	51,956	52,477	52,748	52,819	52,897	52,934	52,966	52,993	53,015	53,023	53,048	53,077	53,078	53,077
1993-1	29,135	42,930	44,301	44,743	44,991	45,091	45,156	45,210	45,227	45,250	45,272	45,277	45,340	45,359	45,362	45,363
1993-2	27,353	47,279	48,973	49,718	50,015	50,076	50,115	50,166	50,192	50,213	50,231	50,238	50,246	50,251	50,251	50,251
1994-1	30,376	43,828	45,620	45,960	46,277	46,415	46,484	46,513	46,570	46,618	46,998	47,015	47,085	47,092	47,094	47,098
1994-2	26,906	47,699	49,801	50,545	50,876	51,059	51,119	51,140	51,220	51,259	51,257	51,255	51,257	51,257	51,261	51,262
1995-1	28,165	42,418	44,517	45,117	45,469	45,563	45,626	45,646	45,673	45,793	45,854	45,771	45,775	45,781	45,780	45,810
1995-2	27,291	51,711	54,126	54,813	55,114	55,324	55,437	55,493	55,507	55,579	55,628	55,660	55,663	55,676	55,675	55,675
1996-1	32,338	48,132	50,068	50,838	51,075	51,273	51,352	51,387	51,399	51,486	51,495	51,511	51,522	51,541	51,543	51,544
1996-2	26,886	53,827	57,334	58,393	58,785	59,015	59,174	59,267	59,312	59,404	59,453	59,560	60,085	60,087	60,087	60,093
1997-1	32,424	50,771	53,343	54,118	54,493	54,653	54,997	55,336	55,409	55,522	55,648	55,699	55,750	55,757	55,766	55,774
1997-2	29,575	53,203	55,466	56,350	56,733	57,015	57,111	57,263	57,296	57,334	57,374	57,386	57,388	57,493	57,496	57,504
1998-1	32,702	51,948	54,309	55,317	55,650	55,762	55,864	55,946	55,989	56,052	56,109	56,151	56,152	56,174	56,174	56,175
1998-2	31,618	59,494	62,481	63,312	63,679	63,917	63,997	64,116	64,162	64,182	64,183	64,201	64,235	64,227	64,264	
1999-1	33,990	52,862	55,078	55,599	55,981	56,165	56,369	56,440	56,456	56,534	56,546	56,646	56,623	56,622		
1999-2	32,727	58,544	61,670	62,799	63,261	63,447	63,546	63,677	63,724	63,748	63,885	63,872	63,874			
2000-1	39,148	60,284	64,066	64,894	65,309	65,686	65,766	65,903	65,962	66,126	66,132	66,134				
2000-2	33,255	68,241	72,317	73,745	74,249	74,516	74,674	74,821	74,885	74,918	74,950					
2001-1	35,445	59,587	63,480	64,518	65,195	65,556	65,706	65,818	65,862	65,932						
2001-2	34,699	72,402	77,351	78,651	79,163	79,358	79,615	79,702	79,766							
2002-1	44,606	74,892	79,309	80,478	81,253	81,783	81,901	81,964								
2002-2	39,223	76,344	81,336	83,013	84,190	84,706	84,894									
2003-1	43,275	72,666	76,886	77,976	79,042	79,012										
2003-2	35,758	70,970	74,793	76,031	76,677											
2004-1	40,798	66,560	70,699	72,043												
2004-2	34,132	75,474	81,273													
2005-1	42,083	74,148														
2005-2	35,582															

Accident Year	Portion of Ultimate Losses Paid by Month of Development							
	12	24	36	48	60	72	84	96
1991	65.55%	97.71%	99.25%	99.72%	99.81%	99.96%	100.00%	100.00%
1992	69.38%	98.18%	99.49%	99.78%	99.86%	99.92%	99.96%	100.00%
1993	73.50%	98.01%	99.46%	99.69%	99.81%	99.88%	99.98%	99.99%
1994	71.89%	97.33%	98.88%	99.23%	99.44%	99.88%	99.96%	99.97%
1995	68.69%	97.79%	99.20%	99.60%	99.81%	99.91%	99.96%	100.00%
1996	67.19%	96.89%	98.58%	99.03%	99.24%	99.39%	99.98%	99.99%
1997	70.85%	96.63%	98.22%	99.16%	99.48%	99.71%	99.77%	99.88%
1998	69.27%	97.64%	99.00%	99.42%	99.64%	99.74%	99.80%	99.83%
1999	71.02%	97.30%	99.09%	99.56%	99.79%	100.01%	99.98%	
2000	66.20%	97.10%	99.03%	99.49%	99.79%	99.84%		
2001	64.40%	96.90%	98.85%	99.34%	99.52%			
2002	67.22%	95.32%	97.77%	98.29%				
2003	68.80%	96.93%	98.79%					
2004	64.01%	97.47%						
2005	61.08%							

Arithmetic Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	67.94%	97.23%	98.89%	99.36%	99.65%	99.83%	99.93%	99.96%
10 Year	67.00%	97.00%	98.74%	99.28%	99.64%	99.83%		
8 Year	66.50%	96.91%	98.67%	99.23%	99.59%	99.80%	99.93%	99.96%
6 Year	65.28%	96.84%	98.76%	99.21%	99.58%	99.77%	99.91%	99.94%
4 Year	65.28%	96.66%	98.61%	99.17%	99.68%	99.83%	99.89%	99.92%
3 Year	64.63%	96.57%	98.47%	99.04%	99.70%	99.87%	99.85%	99.90%
All Year ex hi/lo	68.04%	97.31%	98.94%	99.42%	99.68%	99.86%	99.95%	99.97%
6 Year ex hi/lo	65.46%	97.06%	98.92%	99.35%	99.61%	99.80%	99.93%	99.96%

\$ Weighted Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	67.45%	97.14%	98.84%	99.31%	99.65%	99.82%	99.93%	99.95%
10 Year	66.65%	96.94%	98.71%	99.24%	99.64%	99.82%		
8 Year	66.20%	96.87%	98.65%	99.19%	99.60%	99.80%	99.92%	99.95%
6 Year	65.21%	96.79%	98.71%	99.16%	99.59%	99.77%	99.91%	99.94%
4 Year	65.17%	96.63%	98.58%	99.11%	99.68%	99.83%	99.89%	99.92%
3 Year	64.47%	96.54%	98.44%	99.00%	99.69%	99.86%	99.85%	99.90%

Selected Pay Pattern	64.47%	96.54%	98.44%	99.00%	99.69%	99.86%	99.88%	99.90%
----------------------	--------	--------	--------	--------	--------	--------	--------	--------

Incremental	64.47%	32.07%	1.90%	0.55%	0.70%	0.17%	0.02%	0.02%
-------------	--------	--------	-------	-------	-------	-------	-------	-------

Year	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	To Ult
Annual Pay Pattern	64.47%	32.07%	1.90%	0.55%	0.70%	0.17%	0.02%	0.02%	0.10%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Discounted Value at 5.21% : 0.9548

Data Source: 2005 AIX70A

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Third Party Liability - Property Damage

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)													Selected Ultimate	
	102	108	114	120	126	132	138	144	150	156	162	168	174		180
1991-1	49,590	49,591	49,591	49,591	49,591	49,591	49,591	49,591	49,591	49,591	49,591	49,591	49,591	49,591	49,591
1991-2	54,225	54,225	54,225	54,227	54,227	54,227	54,227	54,227	54,227	54,227	54,227	54,227	54,227	54,227	54,227
1992-1	44,446	44,446	44,447	44,448	44,448	44,448	44,448	44,448	44,448	44,448	44,448	44,448	44,448	44,448	44,448
1992-2	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077	53,077
1993-1	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369	45,369
1993-2	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251	50,251
1994-1	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116	47,116
1994-2	51,263	51,264	51,264	51,264	51,270	51,271	51,272	51,272	51,272	51,272	51,272	51,272	51,272	51,272	51,272
1995-1	45,818	45,817	45,817	45,817	45,816	45,816	45,821	45,821	45,821	45,821	45,821	45,821	45,821	45,821	45,821
1995-2	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675	55,675
1996-1	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550	51,550
1996-2	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094
1997-1	55,864	55,857	55,857	55,857	55,857	55,857	55,857	55,857	55,857	55,857	55,857	55,857	55,857	55,857	55,857
1997-2	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526	57,526
1998-1															
1998-2															
1999-1															
1999-2															
2000-1															
2000-2															
2001-1															
2001-2															
2002-1															
2002-2															
2003-1															
2003-2															
2004-1															
2004-2															
2005-1															
2005-2															
Accident Year	Portion of Ultimate Losses Paid by Month of Development							Selected Ultimate							
Year	108	120	132	144	156	168	180								
1991	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	103,818							
1992	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	97,525							
1993	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	95,620							
1994	99.99%	99.99%	100.00%	100.00%	100.00%	100.00%	100.00%	98,390							
1995	100.00%	100.00%	100.00%	100.01%	100.00%	100.00%	100.00%	101,488							
1996	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	111,644							
1997	99.98%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	113,404							
1998								120,645							
1999								120,517							
2000								141,304							
2001								146,404							
2002								169,756							
2003								157,603							
2004								157,301							
2005								179,664							
Arithmetic Averages	Cumulative Paid Losses							Ultimate							
Year	108	120	132	144	156	168	180								
All Years	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
10 Year															
8 Year															
6 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
4 Year	99.99%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
3 Year	99.99%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
All Year ex hi/lo	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
6 Year ex hi/lo	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
Weighted Averages	Cumulative Paid Losses							Ultimate							
Year	108	120	132	144	156	168	180								
All Years	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
10 Year															
8 Year															
6 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
4 Year	99.99%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
3 Year	99.99%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
Selected Pay Pattern	99.99%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
Incremental	0.10%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%							

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Funeral

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)															
	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96
1991-1	46	86	93	94	96	96	96	96	96	96	98	98	98	98	98	98
1991-2	82	121	134	135	136	136	136	136	136	136	136	136	136	136	136	136
1992-1	49	93	109	112	114	114	114	114	114	114	114	114	114	114	114	114
1992-2	58	112	125	129	130	131	131	131	131	131	131	131	131	131	131	131
1993-1	48	76	83	84	84	84	84	84	84	84	84	84	84	84	84	84
1993-2	85	134	144	154	145	146	146	146	146	146	146	146	146	146	146	146
1994-1	57	98	103	104	105	108	105	105	105	106	106	106	106	106	106	106
1994-2	83	157	165	168	168	168	168	168	169	169	169	169	169	169	169	169
1995-1	48	129	136	140	141	141	142	142	142	143	144	144	144	144	144	144
1995-2	96	184	194	198	202	202	204	205	205	205	205	205	205	205	205	205
1996-1	76	155	159	162	164	164	164	164	164	164	164	164	164	164	164	164
1996-2	138	245	268	272	272	275	305	305	299	299	299	299	299	299	299	299
1997-1	120	184	196	208	209	209	209	211	212	212	212	212	212	212	212	212
1997-2	146	248	264	268	274	275	275	275	275	275	275	275	275	275	275	275
1998-1	114	194	198	204	206	206	206	207	207	209	209	209	209	209	209	209
1998-2	130	224	236	238	242	244	244	244	244	244	244	244	244	244	244	244
1999-1	107	162	167	167	168	168	169	169	169	169	169	169	169	169	169	169
1999-2	104	198	200	202	202	202	202	202	202	202	202	202	202	202	202	202
2000-1	98	170	186	189	187	187	187	187	187	187	187	187	187	187	187	187
2000-2	165	282	290	291	294	296	320	321	321	321	321	321	321	321	321	321
2001-1	142	244	259	261	262	262	262	262	262	262	262	262	262	262	262	262
2001-2	147	241	248	259	261	266	266	266	266	266	266	266	266	266	266	266
2002-1	105	198	220	224	225	230	230	230	230	230	230	230	230	230	230	230
2002-2	152	234	250	252	249	249	249	249	249	249	249	249	249	249	249	249
2003-1	97	192	201	199	203	203	203	203	203	203	203	203	203	203	203	203
2003-2	161	264	293	304	309	309	309	309	309	309	309	309	309	309	309	309
2004-1	100	166	174	201												
2004-2	135	254	265													
2005-1	143	237														
2005-2	170															

Accident Year	Portion of Ultimate Losses Paid by Month of Development							
	12	24	36	48	60	72	84	96
1991	71.55%	97.20%	98.63%	98.70%	98.73%	100.00%	100.00%	100.00%
1992	61.48%	96.52%	99.54%	99.87%	99.87%	100.00%	100.00%	100.00%
1993	69.62%	99.15%	99.63%	100.00%	100.00%	100.00%	100.00%	100.00%
1994	65.85%	97.75%	100.12%	99.03%	100.00%	100.00%	100.00%	100.00%
1995	64.38%	95.62%	98.29%	98.98%	99.93%	99.99%	100.00%	100.00%
1996	63.40%	92.96%	94.27%	101.36%	99.99%	100.00%	100.00%	100.00%
1997	67.80%	97.15%	99.48%	99.93%	99.99%	100.00%	100.00%	100.00%
1998	71.24%	96.85%	98.65%	99.11%	99.56%	99.56%	99.56%	99.56%
1999	71.68%	98.97%	99.88%	99.99%	100.00%	100.00%	100.00%	100.00%
2000	66.18%	94.55%	95.00%	100.23%	100.30%	100.31%		
2001	72.66%	94.50%	96.93%	97.97%	97.98%			
2002	72.67%	98.47%	99.47%	99.49%				
2003	67.89%	94.83%	98.56%					
2004	66.58%	103.29%						
2005	69.05%							

Arithmetic Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	68.13%	96.99%	98.34%	99.56%	99.67%	99.99%	99.95%	99.94%
10 Year	68.92%	96.72%	98.06%	99.61%	99.76%	99.99%		
8 Year	69.74%	97.33%	97.78%	99.63%	99.72%	99.98%	99.94%	99.94%
6 Year	69.17%	97.44%	98.08%	99.45%	99.64%	99.98%	99.93%	99.93%
4 Year	69.05%	97.77%	97.49%	99.42%	99.46%	99.97%	99.89%	99.89%
3 Year	67.84%	98.87%	98.32%	99.23%	99.43%	99.96%	99.85%	99.85%
All Year ex hi/lo	68.30%	96.80%	98.55%	99.53%	99.79%	100.00%	100.00%	100.00%
6 Year ex hi/lo	69.04%	96.71%	98.40%	99.63%	99.88%	100.00%	100.00%	100.00%

\$ Weighted Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	68.34%	96.79%	98.09%	99.57%	99.64%	99.99%	99.94%	99.93%
10 Year	68.90%	96.61%	97.90%	99.60%	99.69%	99.99%		
8 Year	69.69%	97.15%	97.71%	99.62%	99.66%	99.98%	99.93%	99.93%
6 Year	69.22%	97.20%	97.96%	99.41%	99.59%	99.98%	99.92%	99.91%
4 Year	69.06%	97.54%	97.46%	99.36%	99.39%	99.97%	99.89%	99.89%
3 Year	67.95%	98.67%	98.27%	99.20%	99.34%	99.97%	99.85%	99.86%

Selected Pay Pattern	67.95%	97.20%	98.27%	99.20%	99.34%	99.80%	100.00%	100.00%
----------------------	--------	--------	--------	--------	--------	--------	---------	---------

Incremental	67.95%	29.25%	1.08%	0.93%	0.14%	0.46%	0.20%	0.00%
-------------	--------	--------	-------	-------	-------	-------	-------	-------

Year	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	To Ult
Annual Pay Pattern	67.95%	29.25%	1.08%	0.93%	0.14%	0.46%	0.20%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Discounted Value at 5.21% : 0.9567

Data Source: 2005 AIX70A

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Funeral

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)														Selected Ultimate
	102	108	114	120	126	132	138	144	150	156	162	168	174	180	
1991-1	98	98	98	98	98	98	98	98	98	98	98	98	98	98	98
1991-2	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136
1992-1	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114
1992-2	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131
1993-1	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84
1993-2	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146
1994-1	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106
1994-2	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169
1995-1	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144
1995-2	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205
1996-1	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164
1996-2	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299
1997-1	212	212	212	212	212	212	212	212	212	212	212	212	212	212	212
1997-2	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275
1998-1															209
1998-2															246
1999-1															169
1999-2															202
2000-1															187
2000-2															319
2001-1															260
2001-2															278
2002-1															232
2002-2															250
2003-1															207
2003-2															312
2004-1															195
2004-2															256
2005-1															270
2005-2															320

Accident Year	Portion of Ultimate Losses Paid by Month of Development							Selected Ultimate
	108	120	132	144	156	168	180	
1991	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	234
1992	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	245
1993	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	230
1994	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	276
1995	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	349
1996	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	463
1997	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	486
1998	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	454
1999	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	371
2000	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	507
2001	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	539
2002	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	482
2003	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	520
2004	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	451
2005	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	589

Arithmetic Averages	Cumulative Paid Losses							Ultimate
	108	120	132	144	156	168	180	
All Years	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
10 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
8 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
6 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
4 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
3 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
All Year ex hi/lo	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
6 Year ex hi/lo	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

§ Weighted Averages	Cumulative Paid Losses							Ultimate
	108	120	132	144	156	168	180	
All Years	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
10 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
8 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
6 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
4 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
3 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Selected Pay Pattern	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Incremental	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Death Benefit

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)															
	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96
1991-1	101	216	285	309	335	335	335	335	335	335	335	335	335	335	335	335
1991-2	236	410	562	635	655	656	656	659	660	664	664	664	664	664	664	664
1992-1	138	286	364	391	450	466	466	466	466	466	466	466	466	466	466	466
1992-2	211	487	550	578	594	609	609	609	609	609	609	609	609	609	609	609
1993-1	159	310	377	419	429	431	432	432	432	432	432	432	432	432	432	432
1993-2	245	479	581	629	654	656	656	656	656	656	656	656	656	656	656	656
1994-1	209	392	541	604	638	641	603	632	645	645	645	645	645	645	645	645
1994-2	336	597	678	761	788	788	789	789	789	789	789	789	789	789	789	789
1995-1	162	416	561	606	632	643	646	646	647	648	649	650	651	651	651	651
1995-2	305	611	726	776	836	857	857	857	859	829	829	829	829	829	829	829
1996-1	328	741	849	916	939	942	961	961	962	962	962	962	962	962	962	962
1996-2	308	748	958	1,206	1,248	1,289	1,294	1,306	1,306	1,308	1,309	1,309	1,309	1,309	1,309	1,309
1997-1	331	631	758	829	864	865	866	867	869	869	869	869	869	869	869	869
1997-2	390	1,059	1,211	1,349	1,416	1,417	1,415	1,416	1,416	1,416	1,416	1,416	1,416	1,464	1,464	1,464
1998-1	350	652	775	858	902	903	904	904	904	904	904	904	904	904	904	904
1998-2	370	875	1,036	1,212	1,291	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317
1999-1	279	534	652	760	801	802	802	802	802	802	802	802	802	802	802	802
1999-2	452	759	948	1,039	1,056	1,058	1,082	1,087	1,116	1,127	1,238	1,260	1,267			
2000-1	336	699	855	1,175	1,195	1,194	1,209	1,209	1,211	1,211	1,211	1,211				
2000-2	493	1,677	1,784	1,857	1,891	1,901	1,904	1,906	1,906	1,907	1,909					
2001-1	296	694	862	1,009	1,079	1,096	1,114	1,125	1,138	1,164						
2001-2	431	801	942	1,005	1,022	1,035	1,036	1,036								
2002-1	471	904	1,033	1,099	1,112	1,113	1,148	1,148								
2002-2	434	1,072	1,262	1,347	1,379	1,423	1,423									
2003-1	409	740	909	954	1,021	1,021										
2003-2	527	1,096	1,228	1,389	1,419											
2004-1	316	618	737	779												
2004-2	484	1,385	1,494													
2005-1	560	952														
2005-2	590															

Accident Year	Portion of Ultimate Losses Paid by Month of Development							
	12	24	36	48	60	72	84	96
1991	45.32%	87.18%	99.13%	99.23%	99.67%	100.00%	100.00%	100.00%
1992	46.24%	87.50%	98.54%	100.00%	100.00%	100.00%	100.00%	100.00%
1993	51.05%	91.88%	99.75%	99.98%	99.98%	99.98%	99.98%	99.98%
1994	50.82%	89.38%	99.64%	99.05%	100.00%	100.00%	100.00%	100.00%
1995	48.69%	90.01%	99.89%	101.59%	101.77%	99.91%	100.00%	100.00%
1996	46.17%	82.49%	96.44%	99.31%	99.86%	100.00%	100.00%	100.00%
1997	43.75%	87.45%	97.75%	97.82%	97.95%	97.96%	97.96%	100.02%
1998	46.03%	85.31%	98.83%	100.00%	100.00%	100.00%	100.00%	100.00%
1999	47.49%	82.22%	89.42%	90.68%	92.28%	98.16%	99.59%	
2000	38.02%	94.37%	98.39%	99.29%	99.43%	99.51%		
2001	42.03%	72.88%	79.11%	80.75%	82.21%			
2002	47.30%	83.49%	88.14%	90.94%				
2003	47.46%	81.76%	91.43%					
2004	41.18%	85.00%						
2005	50.65%							

Arithmetic Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	46.15%	85.78%	95.11%	96.55%	97.56%	99.55%	99.73%	100.00%
10 Year	45.01%	84.50%	93.91%	95.94%	97.35%	99.55%		
8 Year	45.02%	84.06%	92.44%	95.05%	96.69%	99.44%	99.69%	100.00%
6 Year	44.44%	83.29%	90.89%	93.25%	95.29%	99.26%	99.59%	100.00%
4 Year	46.65%	80.78%	89.27%	90.42%	93.48%	98.91%	99.39%	100.00%
3 Year	46.43%	83.42%	86.23%	90.33%	91.31%	99.23%	99.18%	100.01%
All Year ex hi/lo	46.39%	86.14%	96.13%	97.63%	98.80%	99.70%	99.94%	100.00%
6 Year ex hi/lo	44.49%	83.12%	91.85%	94.68%	97.38%	99.40%	99.90%	100.00%

\$ Weighted Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	45.61%	85.17%	93.96%	95.55%	96.72%	99.43%	99.62%	100.00%
10 Year	44.90%	84.44%	93.26%	95.16%	96.57%	99.43%		
8 Year	44.89%	84.25%	92.32%	94.59%	96.15%	99.36%	99.60%	100.00%
6 Year	44.43%	83.65%	90.91%	93.20%	95.20%	99.24%	99.53%	100.00%
4 Year	46.79%	80.82%	89.62%	90.79%	93.53%	98.97%	99.37%	100.01%
3 Year	46.62%	83.42%	86.26%	90.82%	91.70%	99.28%	99.15%	100.01%

Selected Pay Pattern	46.62%	83.42%	86.26%	90.82%	91.70%	99.28%	99.50%	100.00%
-----------------------------	---------------	---------------	---------------	---------------	---------------	---------------	---------------	----------------

Incremental	46.62%	36.80%	2.84%	4.56%	0.89%	7.58%	0.22%	0.50%
--------------------	--------	--------	-------	-------	-------	-------	-------	-------

Year	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	To Ult
Annual Pay Pattern	46.62%	36.80%	2.84%	4.56%	0.89%	7.58%	0.22%	0.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Discounted Value at 5.21% : 0.9280

Data Source: 2005 AIX70A

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Death Benefit

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)														Selected Ultimate
	102	108	114	120	126	132	138	144	150	156	162	168	174	180	
1991-1	335	335	335	335	335	335	335	335	335	335	335	335	335	335	335
1991-2	664	664	664	664	664	664	664	664	664	664	664	664	664	664	664
1992-1	466	466	466	466	466	466	466	466	466	466	466	466	466	466	466
1992-2	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609
1993-1	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432
1993-2	656	656	656	656	656	656	656	656	656	656	656	656	656	656	656
1994-1	645	645	645	645	645	645	645	645	645	645	645	645	645	645	645
1994-2	789	789	789	789	789	789	789	789	789	789	789	789	789	789	789
1995-1	651	651	651	651	651	651	651	651	651	651	651	651	651	651	651
1995-2	829	829	829	829	829	829	829	829	829	829	829	829	829	829	829
1996-1	962	962	962	962	962	962	962	962	962	962	962	962	962	962	962
1996-2	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309
1997-1	869	869	869	869	869	869	869	869	869	869	869	869	869	869	869
1997-2	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464
1998-1															904
1998-2															1,317
1999-1															802
1999-2															1,276
2000-1															1,211
2000-2															1,924
2001-1															1,629
2001-2															1,048
2002-1															1,311
2002-2															1,516
2003-1															1,043
2003-2															1,626
2004-1															983
2004-2															1,692
2005-1															1,243
2005-2															1,801
Accident Year	Portion of Ultimate Losses Paid by Month of Development							Selected Ultimate							
	108	120	132	144	156	168	180								
1991	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	999							
1992	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	1,075							
1993	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	1,088							
1994	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	1,434							
1995	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	1,480							
1996	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	2,271							
1997	100.02%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	2,333							
1998								2,220							
1999								2,078							
2000								3,136							
2001								2,677							
2002								2,827							
2003								2,669							
2004								2,675							
2005								3,045							
Arithmetic Averages	Cumulative Paid Losses								Ultimate						
	108	120	132	144	156	168	180	Ultimate							
All Years	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
10 Year															
8 Year															
6 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
4 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
3 Year	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
All Year ex hi/lo	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
6 Year ex hi/lo	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
\$ Weighted Averages	Cumulative Paid Losses								Ultimate						
	108	120	132	144	156	168	180	Ultimate							
All Years	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
10 Year															
8 Year															
6 Year	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
4 Year	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
3 Year	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
Selected Pay Pattern	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%						
Incremental	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%						

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Medical Rehabilitation Expenses

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)															
	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96
1991-1	589	1,602	2,422	2,855	3,170	3,203	3,212	3,225	3,230	3,234	3,235	3,236	3,236	3,237	3,237	3,237
1991-2	781	2,344	3,266	3,900	4,266	4,346	4,522	4,556	4,714	4,721	4,789	4,790	4,800	4,800	4,800	4,800
1992-1	748	1,993	2,888	3,354	3,724	3,776	3,946	3,961	4,006	4,028	4,073	4,088	4,090	4,090	4,371	4,373
1992-2	964	3,082	4,165	4,955	5,471	5,657	5,712	5,739	5,750	5,769	5,935	5,935	5,935	5,935	5,935	5,935
1993-1	970	2,735	3,882	4,494	5,049	5,120	5,148	5,157	5,230	5,232	5,248	5,249	5,249	5,249	5,249	5,250
1993-2	1,193	3,849	5,222	6,115	6,864	6,954	6,987	7,005	7,015	7,017	7,022	7,022	7,022	7,028	7,031	7,031
1994-1	1,362	3,659	5,191	6,108	6,648	6,741	6,801	7,008	7,014	7,018	7,024	7,024	7,028	7,030	7,030	7,030
1994-2	1,404	4,869	6,759	7,884	8,440	8,521	8,565	8,577	8,581	8,588	8,590	8,593	8,592	8,593	8,618	8,647
1995-1	1,536	4,856	6,771	7,744	8,264	8,332	8,364	8,482	8,516	8,535	8,538	8,543	8,545	8,546	8,732	8,742
1995-2	2,192	7,242	9,747	11,151	11,981	12,133	12,195	12,243	12,352	12,358	12,372	12,388	12,401	12,408	12,430	12,438
1996-1	2,581	7,263	9,600	10,845	11,559	11,675	11,706	11,744	11,759	11,763	11,811	11,813	11,821	11,821	11,829	11,832
1996-2	2,465	9,161	12,118	14,943	15,850	15,986	16,077	16,118	16,139	16,218	16,287	16,306	16,315	16,317	16,318	16,320
1997-1	2,802	7,987	11,465	12,837	13,606	13,776	13,809	13,836	13,853	13,862	13,855	13,982	13,987	13,987	14,051	14,054
1997-2	2,675	8,709	11,397	12,897	13,795	14,102	14,170	14,322	14,384	14,580	14,595	14,617	14,632	14,654	14,929	14,932
1998-1	2,679	8,154	10,967	12,454	13,371	13,515	13,573	13,610	13,724	13,752	13,763	13,770	13,787	13,789	13,790	13,791
1998-2	2,972	9,643	12,699	14,269	15,261	15,473	15,634	15,954	15,973	15,990	16,007	16,029	16,033	16,043	16,044	
1999-1	2,978	9,410	12,441	13,905	14,790	14,918	15,008	15,045	15,080	15,114	15,119	15,123	15,126	15,304		
1999-2	3,354	10,466	13,774	15,561	16,528	16,748	16,837	16,916	16,995	17,068	17,134	17,160	17,200			
2000-1	3,521	10,148	13,485	15,076	15,950	16,128	16,216	16,295	16,430	16,460	16,499	16,523				
2000-2	3,092	11,534	15,500	17,505	18,670	18,935	19,006	19,073	19,156	19,217	19,257					
2001-1	3,136	10,345	14,136	16,069	17,019	17,283	17,338	17,397	17,468	17,523						
2001-2	3,247	12,674	17,594	19,831	21,001	21,196	21,343	21,418	21,538							
2002-1	3,768	12,621	17,013	18,989	19,850	20,005	20,097	20,165								
2002-2	3,590	13,428	18,160	20,145	21,114	21,523	21,639									
2003-1	3,723	12,301	16,283	17,885	18,645	18,747										
2003-2	3,462	11,985	15,864	17,444	18,337											
2004-1	3,823	11,514	14,761	15,915												
2004-2	4,619	14,611	17,440													
2005-1	7,060	14,432														
2005-2	6,752															

Accident Year	Portion of Ultimate Losses Paid by Month of Development							
	12	24	36	48	60	72	84	96
1991	29.62%	76.07%	92.82%	96.28%	98.78%	99.73%	99.88%	99.89%
1992	28.74%	73.07%	89.86%	94.01%	95.03%	97.40%	97.43%	100.17%
1993	31.99%	79.14%	97.61%	98.91%	99.74%	99.94%	99.94%	100.02%
1994	32.39%	82.30%	97.10%	99.61%	99.78%	99.87%	99.92%	100.09%
1995	33.29%	82.62%	95.95%	97.68%	98.67%	98.80%	98.95%	100.01%
1996	34.63%	81.73%	97.97%	99.02%	99.31%	100.01%	100.15%	100.19%
1997	36.82%	83.69%	95.22%	96.72%	97.55%	98.70%	98.84%	100.10%
1998	37.41%	84.58%	96.77%	98.34%	99.96%	100.13%	100.28%	100.33%
1999	38.90%	84.36%	95.84%	97.17%	97.86%	98.31%	99.06%	
2000	36.34%	83.92%	95.50%	96.89%	97.75%	98.20%		
2001	34.39%	85.17%	96.87%	98.02%	98.83%			
2002	38.13%	87.39%	96.73%	98.34%				
2003	40.62%	86.97%	95.56%					
2004	44.09%	91.15%						
2005	46.20%							

Arithmetic Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	36.24%	83.01%	95.68%	97.58%	98.48%	99.11%	99.38%	100.10%
10 Year	38.75%	85.16%	96.35%	98.07%	98.45%	99.11%		
8 Year	39.51%	85.90%	96.31%	97.77%	98.71%	99.25%	99.32%	100.10%
6 Year	39.96%	86.49%	96.21%	97.58%	98.54%	99.03%	99.53%	100.12%
4 Year	42.26%	87.67%	96.16%	97.60%	98.60%	98.84%	99.58%	100.16%
3 Year	43.64%	88.50%	96.38%	97.75%	98.15%	98.88%	99.40%	100.21%
All Year ex hi/lo	36.05%	83.16%	96.00%	97.74%	98.70%	99.20%	99.53%	100.10%
6 Year ex hi/lo	39.79%	85.97%	96.22%	97.60%	98.44%	98.96%	99.52%	100.10%

\$ Weighted Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	37.91%	84.60%	96.08%	97.75%	98.53%	99.05%	99.45%	100.14%
10 Year	39.07%	85.47%	96.31%	97.93%	98.53%	99.05%		
8 Year	39.70%	86.05%	96.29%	97.78%	98.62%	99.11%	99.43%	100.14%
6 Year	40.10%	86.54%	96.22%	97.62%	98.52%	98.99%	99.52%	100.15%
4 Year	42.31%	87.60%	96.19%	97.65%	98.56%	98.79%	99.57%	100.17%
3 Year	43.78%	88.42%	96.40%	97.79%	98.18%	98.82%	99.39%	100.21%

Selected Pay Pattern	43.78%	88.42%	96.40%	97.79%	98.18%	98.82%	99.39%	100.21%
----------------------	--------	--------	--------	--------	--------	--------	--------	---------

Incremental	43.78%	44.64%	7.98%	1.39%	0.39%	0.64%	0.57%	0.82%
-------------	--------	--------	-------	-------	-------	-------	-------	-------

Year	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	To Ult
Annual Pay Pattern	43.78%	44.64%	7.98%	1.39%	0.39%	0.64%	0.57%	0.82%	0.11%	0.12%	-0.19%	-0.13%	-0.13%	0.00%	0.00%	0.00%

Discounted Value at 5.21% : 0.9390

Data Source: 2005 AIX70A

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Medical Rehabilitation Expenses

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)													Selected Ultimate	
	102	108	114	120	126	132	138	144	150	156	162	168	174		180
1991-1	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238	3,238
1991-2	4,800	4,800	4,802	4,802	4,808	4,808	4,808	4,808	4,808	4,808	4,808	4,808	4,808	4,808	4,808
1992-1	4,373	4,373	4,373	4,374	4,374	4,374	4,374	4,376	4,343	4,343	4,343	4,343	4,343	4,808	4,343
1992-2	5,939	5,940	5,942	5,946	5,946	5,946	5,946	5,946	5,946	5,946	5,946	5,946	5,946		5,946
1993-1	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,249	5,247					5,247
1993-2	7,031	7,031	7,031	7,031	7,031	7,031	7,031	7,031	7,031						7,031
1994-1	7,030	7,026	7,030	7,030	7,030	7,028	7,030	7,030	7,031						7,030
1994-2	8,649	8,649	8,649	8,649	8,649	8,649	8,649	8,649							8,604
1995-1	8,742	8,748	8,750	8,751	8,752	8,752									8,707
1995-2	12,444	12,472	12,481	12,487	12,492										12,463
1996-1	11,949	11,949	11,949	11,949											11,873
1996-2	16,323	16,324	16,324												16,223
1997-1	14,057	14,058													14,082
1997-2	14,947														14,873
1998-1															13,722
1998-2															16,016
1999-1															15,273
1999-2															17,538
2000-1															17,023
2000-2															19,413
2001-1															17,521
2001-2															22,001
2002-1															20,357
2002-2															22,154
2003-1															18,946
2003-2															19,862
2004-1															16,549
2004-2															20,047
2005-1															19,067
2005-2															26,779
Accident Year	Portion of Ultimate Losses Paid by Month of Development							Selected Ultimate							
	108	120	132	144	156	168	180								
1991	99.90%	99.92%	100.00%	100.00%	100.00%	100.00%	100.00%	8,046							
1992	100.22%	100.25%	100.29%	99.99%	99.99%	100.00%		10,290							
1993	100.02%	100.02%	100.02%	100.02%	100.00%			12,278							
1994	100.26%	100.29%	100.29%	100.29%				15,634							
1995	100.11%	100.30%	100.35%					21,169							
1996	100.63%	100.63%						28,096							
1997	100.18%							28,955							
1998								29,738							
1999								32,811							
2000								36,436							
2001								39,522							
2002								42,511							
2003								38,807							
2004								36,595							
2005								45,847							
Arithmetic Averages	Cumulative Paid Losses							Ultimate							
	108	120	132	144	156	168	180								
All Years	100.19%	100.23%	100.19%	100.08%	100.00%	100.00%	100.00%	100.00%							
10 Year															
8 Year															
6 Year	100.23%	100.23%													
4 Year	100.29%	100.31%	100.24%	100.08%											
3 Year	100.30%	100.40%	100.22%	100.10%	100.00%										
All Year ex hi/lo	100.16%	100.21%	100.20%	100.01%	100.00%										
6 Year ex hi/lo	100.19%	100.21%													
\$ Weighted Averages								Ultimate							
	108	120	132	144	156	168	180								
All Years	100.25%	100.32%	100.23%	100.10%	100.00%	100.00%	100.00%	100.00%							
10 Year															
8 Year															
6 Year	100.27%	100.32%													
4 Year	100.31%	100.37%	100.26%	100.10%											
3 Year	100.32%	100.44%	100.25%	100.12%	100.00%										
Selected Pay Pattern	100.32%		100.44%		100.25%		100.12%		100.00%		100.00%		100.00%		100.00%
Incremental	0.11%	0.12%	-0.19%	-0.13%	-0.13%	0.00%	0.00%	0.00%	0.00%		0.00%		0.00%		0.00%

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Disability Income

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)															
	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96
1991-1	763	2,124	2,928	3,399	3,650	3,728	3,774	3,807	3,820	3,838	3,840	3,842	3,842	3,844	3,845	3,845
1991-2	838	2,543	3,472	4,018	4,281	4,309	4,368	4,715	4,733	4,738	4,738	4,738	4,738	4,738	4,738	4,738
1992-1	726	2,150	2,967	3,378	3,590	3,650	3,710	3,720	3,758	3,760	3,760	3,762	3,763	3,763	3,763	3,765
1992-2	974	2,966	3,957	4,511	4,854	4,926	4,989	5,037	5,055	5,069	5,582	5,599	5,599	5,599	5,599	5,598
1993-1	850	2,302	3,114	3,516	3,849	3,867	3,878	3,896	3,910	3,966	3,967	3,967	3,967	3,967	3,967	3,967
1993-2	1,038	3,060	4,035	4,471	4,760	4,809	4,823	4,849	4,851	4,854	4,900	4,912	4,958	4,958	4,958	4,958
1994-1	1,029	2,773	3,547	4,054	4,326	4,358	4,370	4,383	4,421	4,397	4,397	4,397	4,397	4,397	4,397	4,399
1994-2	1,123	3,321	4,280	4,816	5,135	5,187	5,234	5,241	5,246	5,252	5,257	5,264	5,297	5,296	5,320	5,320
1995-1	1,060	2,692	3,477	3,910	4,103	4,109	4,125	4,128	4,145	4,145	4,145	4,146	4,153	4,153	4,153	4,153
1995-2	1,351	4,389	5,650	6,355	6,687	6,738	6,787	6,801	6,803	6,804	6,810	6,841	6,843	6,843	6,843	6,843
1996-1	2,039	5,065	6,461	7,142	7,345	7,404	7,413	7,414	7,416	7,446	7,446	7,446	7,446	7,447	7,447	7,447
1996-2	2,222	6,014	7,601	8,316	8,707	8,762	8,806	9,047	9,082	9,088	9,096	9,108	9,133	9,138	9,143	9,148
1997-1	2,000	4,967	6,279	6,948	7,315	7,372	7,412	7,440	7,452	7,469	7,454	7,468	7,479	7,492	7,497	7,500
1997-2	2,456	6,246	7,744	8,826	9,374	9,455	9,485	9,576	9,594	9,621	9,650	9,670	9,704	9,757	9,765	9,795
1998-1	2,299	5,713	7,160	8,099	8,533	8,615	8,656	8,682	8,827	8,833	8,837	8,840	8,841	8,843	8,844	8,844
1998-2	2,538	6,595	8,070	8,893	9,257	9,321	9,349	9,396	9,409	9,418	9,437	9,457	9,465	9,476	9,453	
1999-1	2,432	6,055	7,490	8,366	8,719	8,788	8,825	8,886	8,899	8,924	8,924	8,924	8,924	8,924		
1999-2	2,685	6,776	8,367	9,505	10,038	10,119	10,177	10,217	10,240	10,387	10,517	10,542	10,558			
2000-1	2,683	6,132	7,500	8,305	8,659	8,675	8,695	8,728	8,911	8,950	8,953	8,959				
2000-2	2,877	8,406	10,266	11,410	11,934	12,011	12,098	12,168	12,284	12,312	12,337					
2001-1	2,440	5,910	7,389	8,298	8,723	9,054	9,066	9,069	9,071	9,100						
2001-2	2,965	7,764	9,654	10,668	11,117	11,268	11,334	11,397	11,498							
2002-1	2,964	7,128	8,728	9,620	9,969	10,063	10,120	10,175								
2002-2	2,928	7,898	9,830	10,963	11,516	11,603	11,631									
2003-1	2,588	5,985	7,212	7,834	8,139	8,153										
2003-2	2,447	6,032	7,409	8,296	8,653											
2004-1	2,319	5,332	6,451	7,144												
2004-2	2,234	5,607	6,985													
2005-1	2,134	4,780														
2005-2	2,245															

Accident Year	Portion of Ultimate Losses Paid by Month of Development							
	12	24	36	48	60	72	84	96
1991	34.52%	80.10%	93.36%	95.30%	99.92%	100.03%	100.05%	100.05%
1992	33.37%	78.34%	90.84%	93.04%	94.15%	99.81%	99.99%	100.02%
1993	37.48%	84.71%	96.78%	97.81%	98.91%	99.47%	100.12%	100.12%
1994	40.07%	85.72%	97.65%	98.93%	99.19%	99.30%	99.71%	99.98%
1995	36.61%	86.57%	97.76%	98.83%	99.14%	99.21%	99.57%	99.58%
1996	42.98%	86.95%	95.02%	95.67%	97.49%	97.57%	97.79%	97.85%
1997	42.43%	83.99%	95.73%	96.75%	97.54%	97.86%	98.30%	98.69%
1998	44.85%	87.89%	97.15%	98.01%	99.15%	99.35%	99.51%	99.46%
1999	44.19%	84.60%	95.17%	96.38%	96.88%	98.28%	98.49%	
2000	42.13%	86.86%	96.39%	97.40%	99.31%	99.59%		
2001	42.07%	85.10%	95.62%	96.72%	97.65%			
2002	45.40%	87.80%	97.41%	98.43%				
2003	46.84%	84.68%	93.36%					
2004	46.67%	87.15%						
2005	45.58%							

Arithmetic Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	41.68%	85.03%	95.56%	96.94%	98.12%	99.05%	99.28%	99.47%
10 Year	44.31%	86.16%	96.13%	97.49%	97.94%	99.05%		
8 Year	44.71%	86.01%	95.73%	97.28%	98.29%	98.83%	99.19%	99.47%
6 Year	44.78%	86.03%	95.85%	97.28%	98.00%	98.64%	98.90%	99.28%
4 Year	46.12%	86.18%	95.70%	97.23%	98.25%	98.77%	98.52%	98.89%
3 Year	46.36%	86.54%	95.47%	97.52%	97.95%	99.08%	98.77%	98.67%
All Year ex hi/lo	41.92%	85.35%	95.79%	97.13%	98.36%	99.11%	99.38%	99.63%
6 Year ex hi/lo	44.94%	85.95%	96.08%	97.22%	97.96%	98.68%	98.97%	99.43%

\$ Weighted Averages	Cumulative Paid Losses							
	12	24	36	48	60	72	84	96
All Years	42.66%	85.51%	95.70%	97.05%	98.10%	98.90%	99.07%	99.28%
10 Year	44.23%	86.16%	96.02%	97.36%	98.00%	98.90%		
8 Year	44.58%	86.04%	95.79%	97.23%	98.20%	98.76%	98.99%	99.28%
6 Year	44.60%	86.05%	95.91%	97.30%	98.03%	98.65%	98.78%	99.11%
4 Year	46.08%	86.20%	95.81%	97.26%	98.24%	98.81%	98.54%	98.84%
3 Year	46.39%	86.62%	95.61%	97.53%	97.98%	99.08%	98.77%	98.69%

Selected Pay Pattern	46.39%	86.62%	95.61%	97.53%	97.98%	98.00%	98.77%	99.00%
-----------------------------	---------------	---------------	---------------	---------------	---------------	---------------	---------------	---------------

Incremental	46.39%	40.23%	8.99%	1.93%	0.44%	0.02%	0.77%	0.23%
--------------------	--------	--------	-------	-------	-------	-------	-------	-------

Year	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	To Ult
Annual Pay Pattern	46.39%	40.23%	8.99%	1.93%	0.44%	0.02%	0.77%	0.23%	0.50%	0.25%	0.25%	0.00%	0.00%	0.00%	0.00%	0.00%

Discounted Value at 5.21% : 0.9374

Data Source: 2005 AIX70A

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Accident Benefit - Disability Income

Accident Half Year	Paid Losses and Allocated Loss Adjustment Expenses - Data as of 12/31/2005 (Losses in \$ 000s)														Selected Ultimate
	102	108	114	120	126	132	138	144	150	156	162	168	174	180	
1991-1	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845	3,845
1991-2	4,738	4,739	4,739	4,734	4,734	4,734	4,734	4,734	4,734	4,734	4,734	4,734	4,734	4,734	4,734
1992-1	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765	3,765
1992-2	5,598	5,598	5,598	5,598	5,598	5,597	5,597	5,597	5,597	5,597	5,597	5,597	5,597	5,597	5,597
1993-1	3,967	3,967	3,967	3,967	3,967	3,967	3,967	3,967	3,967	3,966	3,966	3,966	3,966	3,966	3,966
1993-2	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948	4,948
1994-1	4,399	4,399	4,399	4,399	4,399	4,401	4,401	4,401	4,401	4,401	4,401	4,401	4,401	4,401	4,401
1994-2	5,320	5,320	5,320	5,320	5,320	5,321	5,321	5,321	5,321	5,321	5,321	5,321	5,321	5,321	5,321
1995-1	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153	4,153
1995-2	6,847	6,847	6,889	6,891	6,891	6,891	6,891	6,891	6,891	6,891	6,891	6,891	6,891	6,891	6,891
1996-1	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447	7,447
1996-2	9,154	9,160	9,165	9,165	9,165	9,165	9,165	9,165	9,165	9,165	9,165	9,165	9,165	9,165	9,165
1997-1	7,501	7,534	7,534	7,534	7,534	7,534	7,534	7,534	7,534	7,534	7,534	7,534	7,534	7,534	7,534
1997-2	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817	9,817
1998-1															
1998-2															
1999-1															
1999-2															
2000-1															
2000-2															
2001-1															
2001-2															
2002-1															
2002-2															
2003-1															
2003-2															
2004-1															
2004-2															
2005-1															
2005-2															
Accident Year	Portion of Ultimate Losses Paid by Month of Development							Selected Ultimate							
	108	120	132	144	156	168	180								
1991	100.06%	100.06%	100.00%	100.00%	100.00%	100.00%	100.00%	8,578							
1992	100.02%	100.01%	100.01%	100.00%	100.00%	100.00%	100.00%	9,362							
1993	100.01%	100.01%	100.01%	100.01%	100.01%	100.00%	100.00%	8,915							
1994	99.98%	99.98%	99.99%	100.00%	100.00%	100.00%	100.00%	9,722							
1995	99.60%	99.99%	100.01%	100.00%	100.00%	100.00%	100.00%	11,043							
1996	97.91%	97.98%	97.98%	97.98%	97.98%	97.98%	97.98%	16,955							
1997	99.19%	99.19%	99.19%	99.19%	99.19%	99.19%	99.19%	17,493							
1998								18,397							
1999								19,780							
2000								21,382							
2001								21,094							
2002								22,152							
2003								18,002							
2004								16,213							
2005								15,414							
Arithmetic Averages	Cumulative Paid Losses							Ultimate							
	108	120	132	144	156	168	180								
All Years	99.54%	99.67%	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%							
10 Year															
8 Year															
6 Year	99.45%	99.67%	99.67%	99.67%	99.67%	99.67%	99.67%	99.67%							
4 Year	99.17%	99.49%	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%							
3 Year	98.90%	99.31%	100.01%	100.01%	100.00%	100.00%	100.00%	100.00%							
All Year ex hi/lo	99.76%	100.00%	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%							
6 Year ex hi/lo	99.70%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%							
\$ Weighted Averages	Cumulative Paid Losses							Ultimate							
	108	120	132	144	156	168	180								
All Years	99.35%	99.47%	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%							
10 Year															
8 Year															
6 Year	99.27%	99.47%	99.47%	99.47%	99.47%	99.47%	99.47%	99.47%							
4 Year	99.02%	99.26%	100.01%	100.00%	100.00%	100.00%	100.00%	100.00%							
3 Year	98.81%	99.08%	100.01%	100.01%	100.00%	100.00%	100.00%	100.00%							
Selected Pay Pattern	99.50%		99.75%		100.00%		100.00%		100.00%		100.00%		100.00%		100.00%
Incremental	0.50%	0.25%	0.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Trend Analysis
Third Party Liability - Bodily Injury**

Accident Year	Frequency (per 1000 Cars)					Severity					Loss Cost per Car			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	Fitted	Projection Factor	Reform Adjustment	Projection Factor	Net Implied Trend Rate	Fitted	Projection Factor	Reform Adjustment	Projection Factor	Net Implied Trend Rate	Fitted	Net Projection Factor	Past Projection Factor	Future Projection Factor
2001	10.33	0.6749	1.0000	0.6749	-8.3%	39,170	0.9717	0.6690	1.4525	6.1%	404.46	0.9804	0.9055	1.0828
2002	9.47	0.7357	1.0000	0.7357	-8.3%	41,548	0.9161	0.6690	1.3694	6.1%	393.60	1.0074	0.9304	1.0828
2003	8.50	0.8195	1.0000	0.8195	-7.2%	44,071	0.8637	0.6690	1.2910	6.1%	374.77	1.0580	0.9772	1.0828
2004	7.63	0.9130	1.0000	0.9130	-4.2%	39,345	0.9674	0.7948	1.2171	6.1%	300.35	1.1112	1.0262	1.0828
2005	7.32	0.9527	1.0000	0.9527	-2.1%	33,171	1.1474	1.0000	1.1474	6.1%	242.66	1.0931	1.0096	1.0828
1-Nov-2007	6.97	1.0000				38,062	1.0000				265.26	1.0000		

	<u>Frequency</u>	<u>Severity</u>	<u>Loss Cost</u>
Average Past Annual Trend Rate	-7.0%	6.1%	-1.3%
Average Future Annual Trend Rate	-2.1%	6.1%	3.9%

Notes:

- (1) & (2) From Exhibit 5, Page 2
- (4) = (2) / (3)
- (5) & (10) Average annual rate from accident year x to accident year 2005, except accident year 2005 represents trend to future projection date of Nov. 1, 2007.
- (6) & (7) From Exhibit 5, Page 4
- (8) From Exhibit 5, Page 5
- (9) = (7) / (8)
- (11) = (1) x (6)
- (12) = (4) x (9)
- (13) = (12) / (14)
- (14) Using the selected average future annual trend from Oct. 1, 2005 to Nov. 1, 2007.

Third Party Liability - Bodily Injury - Frequency

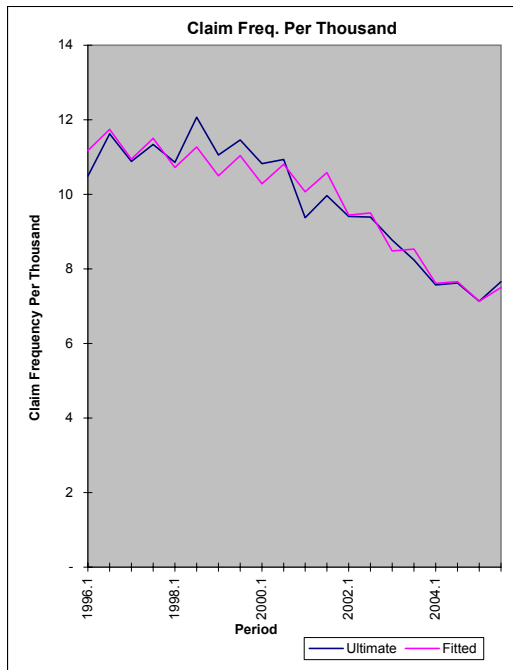
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53 - Jan 04	Bill 53- Oct 04	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x		x													
1991.1	1	0	7.8	0	0	0	664,113	4,961	103,808	1.060	110,036	165.69		22,180		7.47	
1991.2	2	1	8.5	0	0	0	679,549	6,102	133,878	1.060	141,911	208.83		23,257		8.98	
1992.1	3	0	9.3	0	0	0	673,639	5,515	118,350	1.079	127,699	189.57		23,155		8.19	
1992.2	4	1	9.5	0	0	0	684,401	6,697	153,437	1.079	165,558	241.90		24,721		9.79	
1993.1	5	0	9.6	0	0	0	676,614	6,293	141,571	1.089	154,171	227.86		24,499		9.30	
1993.2	6	1	9.6	0	0	0	689,033	7,169	175,948	1.089	191,608	278.08		26,727		10.40	
1994.1	7	0	9.2	0	0	0	684,315	6,799	156,476	1.084	169,620	247.87		24,948		9.94	
1994.2	8	1	8.3	0	0	0	695,319	7,629	183,485	1.084	198,897	286.05		26,071		10.97	
1995.1	9	0	7.7	0	0	0	693,764	6,895	176,462	1.084	191,284	275.72		27,744		9.94	
1995.2	10	1	7.8	0	0	0	707,679	8,007	210,717	1.084	228,417	322.77		28,526		11.32	
x 1996.1	11	0	7.2	0	0	0	700,304	7,344	194,730	1.083	210,892	301.14	312.33	28,715	27,952	10.49	11.17
x 1996.2	12	1	6.6	0	0	0	714,960	8,307	225,252	1.083	243,948	341.20	351.95	29,366	29,964	11.62	11.75
x 1997.1	13	0	6.1	0	0	0	707,357	7,696	215,073	1.085	233,355	329.90	327.56	30,321	29,930	10.88	10.94
x 1997.2	14	1	5.5	0	0	0	729,707	8,274	242,251	1.085	262,842	360.20	369.11	31,767	32,084	11.34	11.50
x 1998.1	15	0	5.4	0	0	0	742,218	8,061	232,266	1.101	255,724	344.54	343.53	31,723	32,049	10.86	10.72
x 1998.2	16	1	5.8	0	0	0	752,276	9,077	276,478	1.101	304,402	404.64	387.11	33,536	34,355	12.07	11.27
x 1999.1	17	0	5.9	0	0	0	744,289	8,230	253,661	1.112	282,071	378.98	360.28	34,275	34,317	11.06	10.50
x 1999.2	18	1	5.6	0	0	0	762,051	8,730	285,663	1.112	317,657	416.85	405.98	36,386	36,787	11.46	11.04
x 2000.1	19	0	5.0	0	0	0	779,522	8,434	263,254	1.101	289,843	371.82	377.85	34,364	36,746	10.82	10.28
x 2000.2	20	1	5.0	0	0	0	806,913	8,823	301,329	1.101	331,763	411.15	425.78	37,602	39,391	10.93	10.81
x 2001.1	21	0	4.6	0	0	0	818,814	7,672	271,203	1.076	291,814	356.39	396.27	38,038	39,347	9.37	10.07
x 2001.2	22	1	4.6	0	0	0	843,165	8,404	319,755	1.076	344,056	408.05	446.54	40,941	42,179	9.97	10.59
x 2002.1	23	0	5.2	1	0	0	840,857	7,914	304,199	1.089	331,273	393.97	376.30	41,861	39,848	9.41	9.44
x 2002.2	24	1	5.4	2	0	0	854,182	8,020	330,957	1.089	360,412	421.94	383.93	44,939	40,399	9.39	9.50
x 2003.1	25	0	5.3	3	0	0	848,707	7,448	280,086	1.093	306,134	360.71	323.54	41,105	38,167	8.78	8.48
x 2003.2	26	1	5.0	4	0	0	864,885	7,123	290,754	1.093	317,795	367.44	330.10	44,613	38,695	8.24	8.53
x 2004.1	27	0	4.8	5	0.880	0	862,877	6,531	240,251	1.103	264,997	307.11	278.18	40,574	36,556	7.57	7.61
x 2004.2	28	1	4.7	6	1	0.527	882,121	6,721	236,553	1.103	260,918	295.79	283.82	38,824	37,062	7.62	7.66
x 2005.1	29	0	3.9	6	1	1	891,038	6,355	182,640	1.103	201,452	226.09	264.15	31,698	37,021	7.13	7.14
x 2005.2	30	1	4.0	6	1	1	932,772	7,143	220,363	1.103	243,060	260.58	297.66	34,029	39,686	7.66	7.50

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53 - Jan 04	Bill 53- Oct 04	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	0	1,661,980	16,075	590,957	16,075	635,870	0.7449	420.65	1.1037	40,739	0.6749	10.33
2002	23.5	0.5	5.3	1.5	0	0	1,695,038	15,934	635,156	15,934	691,685	0.8244	380.09	1.1206	40,123	0.7357	9.47
2003	25.5	0.5	5.1	3.5	0	0	1,713,592	14,571	570,840	14,571	623,929	0.9588	326.80	1.1700	38,430	0.8195	8.50
2004	27.5	0.5	4.7	5.5	0.940	0.264	1,744,998	13,252	476,805	13,252	525,916	1.1152	280.99	1.2215	36,808	0.9130	7.63
2005	29.5	0.5	3.9	6	1	1	1,823,810	13,498	403,002	13,498	444,512	1.1175	280.41	1.1730	38,330	0.9527	7.32
2006	31.5	0.5	3.8	6	1	1						1.0655	294.08	1.0955	41,043	0.9727	7.17
2007	33.5	0.5	4.2	6	1	1						1.0160	308.42	1.0231	43,949	0.9931	7.02
2008	35.5	0.5	4.0	6	1	1						0.9688	323.46	0.9554	47,059	1.0139	6.87
2009	37.5	0.5	3.9	6	1	1						0.9237	339.23	0.8923	50,390	1.0352	6.73
1-Nov-07	34.2	0.5	4.1	6	1	1						1.0000	313.35	1.0000	44,962	1.0000	6.97

Third Party Liability - Bodily Injury - Frequency

		Frequency
Regression Coefficients	Constant	12.5267
	Time	0.9897
	Seasonality	1.0622
	Freq. Adj.	0.9574
Regression Statistics	Deg. of Freedom	16.0000
	F-Statistic	93.5360
	R2	0.9461
	SSReg	0.4908
	SSResid	0.0280
T-Statistics	Constant	45.8355
	Time	(3.2854)
	Seasonality	3.2124
	Freq. Adj.	(5.5777)



Third Party Liability - Bodily Injury - Severity

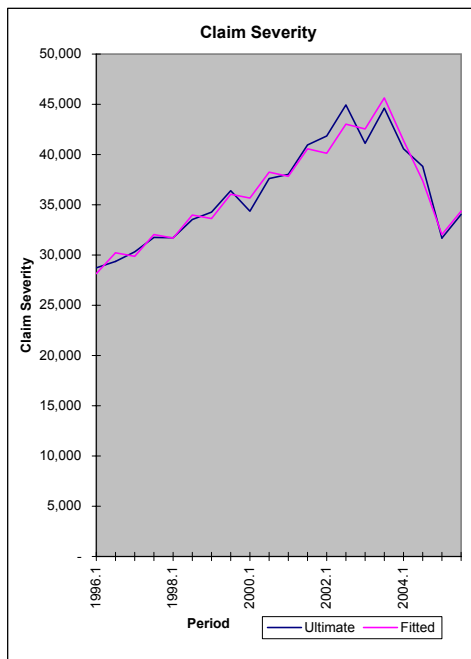
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53 - Jan 04	Bill 53- Oct 04	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x			x	x											
1991.1	1	0	7.8	0	0	0	664,113	4,961	103,808	1.060	110,036	165.69		22,180		7.47	
1991.2	2	1	8.5	0	0	0	679,549	6,102	133,878	1.060	141,911	208.83		23,257		8.98	
1992.1	3	0	9.3	0	0	0	673,639	5,515	118,350	1.079	127,699	189.57		23,155		8.19	
1992.2	4	1	9.5	0	0	0	684,401	6,697	153,437	1.079	165,558	241.90		24,721		9.79	
1993.1	5	0	9.6	0	0	0	676,614	6,293	141,571	1.089	154,171	227.86		24,499		9.30	
1993.2	6	1	9.6	0	0	0	689,033	7,169	175,948	1.089	191,608	278.08		26,727		10.40	
1994.1	7	0	9.2	0	0	0	684,315	6,799	156,476	1.084	169,620	247.87		24,948		9.94	
1994.2	8	1	8.3	0	0	0	695,319	7,629	183,485	1.084	198,897	286.05		26,071		10.97	
1995.1	9	0	7.7	0	0	0	693,764	6,895	176,462	1.084	191,284	275.72		27,744		9.94	
1995.2	10	1	7.8	0	0	0	707,679	8,007	210,717	1.084	228,417	322.77		28,526		11.32	
x 1996.1	11	0	7.2	0	0	0	700,304	7,344	194,730	1.083	210,892	301.14	327.14	28,715	28,169	10.49	11.61
x 1996.2	12	1	6.6	0	0	0	714,960	8,307	225,252	1.083	243,948	341.20	364.35	29,366	30,210	11.62	12.06
x 1997.1	13	0	6.1	0	0	0	707,357	7,696	215,073	1.085	233,355	329.90	334.06	30,321	29,879	10.88	11.18
x 1997.2	14	1	5.5	0	0	0	729,707	8,274	242,251	1.085	262,842	360.20	372.05	31,767	32,044	11.34	11.61
x 1998.1	15	0	5.4	0	0	0	742,218	8,061	232,266	1.101	255,724	344.54	341.12	31,723	31,693	10.86	10.76
x 1998.2	16	1	5.8	0	0	0	752,276	9,077	276,478	1.101	304,402	404.64	379.92	33,536	33,990	12.07	11.18
x 1999.1	17	0	5.9	0	0	0	744,289	8,230	253,661	1.112	282,071	378.98	348.34	34,275	33,617	11.06	10.36
x 1999.2	18	1	5.6	0	0	0	762,051	8,730	285,663	1.112	317,657	416.85	387.96	36,386	36,054	11.46	10.76
x 2000.1	19	0	5.0	0	0	0	779,522	8,434	263,254	1.101	289,843	371.82	355.71	34,364	35,658	10.82	9.98
x 2000.2	20	1	5.0	0	0	0	806,913	8,823	301,329	1.101	331,763	411.15	396.16	37,602	38,243	10.93	10.36
x 2001.1	21	0	4.6	0	0	0	818,814	7,672	271,203	1.076	291,814	356.39	363.23	38,038	37,823	9.37	9.60
x 2001.2	22	1	4.6	0	0	0	843,165	8,404	319,755	1.076	344,056	408.05	404.54	40,941	40,564	9.97	9.97
x 2002.1	23	0	5.2	1	0	0	840,857	7,914	304,199	1.089	331,273	393.97	370.91	41,861	40,120	9.41	9.25
x 2002.2	24	1	5.4	2	0	0	854,182	8,020	330,957	1.089	360,412	421.94	413.10	44,939	43,027	9.39	9.60
x 2003.1	25	0	5.3	3	0	0	848,707	7,448	280,086	1.093	306,134	360.71	378.76	41,105	42,555	8.78	8.90
x 2003.2	26	1	5.0	4	0	0	864,885	7,123	290,754	1.093	317,795	367.44	421.83	44,613	45,640	8.24	9.24
x 2004.1	27	0	4.8	5	0.880	0	862,877	6,531	240,251	1.103	264,997	307.11	310.96	40,574	41,405	7.57	7.51
x 2004.2	28	1	4.7	6	1	0.527	882,121	6,721	236,553	1.103	260,918	295.79	289.00	38,824	37,387	7.62	7.73
x 2005.1	29	0	3.9	6	1	1	891,038	6,355	182,640	1.103	201,452	226.09	231.40	31,698	32,031	7.13	7.22
x 2005.2	30	1	4.0	6	1	1	932,772	7,143	220,363	1.103	243,060	260.58	257.72	34,029	34,352	7.66	7.50

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53 - Jan 04	Bill 53- Oct 04	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	0	1,661,980	16,075	590,957	16,075	635,870	0.6690	383.33	0.9717	39,170	0.6884	9.79
2002	23.5	0.5	5.3	1.5	0	0	1,695,038	15,934	635,156	15,934	691,685	0.6551	391.44	0.9161	41,548	0.7151	9.42
2003	25.5	0.5	5.1	3.5	0	0	1,713,592	14,571	570,840	14,571	623,929	0.6415	399.72	0.8637	44,071	0.7428	9.07
2004	27.5	0.5	4.7	5.5	0.940	0.264	1,744,998	13,252	476,805	13,252	525,916	0.8554	299.78	0.9674	39,345	0.8842	7.62
2005	29.5	0.5	3.9	6	1	1	1,823,810	13,498	403,002	13,498	444,512	1.0500	244.21	1.1474	33,171	0.9151	7.36
2006	31.5	0.5	3.8	6	1	1						1.0283	249.37	1.0818	35,185	0.9506	7.09
2007	33.5	0.5	4.2	6	1	1						1.0070	254.65	1.0198	37,321	0.9874	6.82
2008	35.5	0.5	4.0	6	1	1						0.9861	260.04	0.9615	39,587	1.0257	6.57
2009	37.5	0.5	3.9	6	1	1						0.9657	265.54	0.9064	41,991	1.0654	6.32
1-Nov-07	34.2	0.5	4.1	6	1	1						1.0000	256.43	1.0000	38,062	1.0000	6.74

Third Party Liability - Bodily Injury - Severity

		Severity
Regression Coefficients	Constant	20,369.18
	Time	1.0299
	Seasonality	1.0413
	Bill 53 - Jan 04	0.9065
	Bill 53 - Oct 04	0.7380
Regression Statistics	Deg. of Freedom	15.0000
	F-Statistic	115.4038
	R2	0.9685
	SSReg	0.3484
	SSResid	0.0113
T-Statistics	Constant	347.1480
	Time	19.7143
	Seasonality	3.2520
	Bill 53 -Jan 04	(3.0354)
	Bill 53-Oct 04	(8.3797)



**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Trend Analysis
Third Party Liability - Property Damage**

Accident Year	Frequency (per 1000 Cars)					Severity					Loss Cost per Car			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	Fitted	Projection Factor	Reform Adjustment	Projection Factor	Net Implied Trend Rate	Fitted	Projection Factor	Reform Adjustment	Projection Factor	Net Implied Trend Rate	Fitted	Projection Factor	Net Past Projection Factor	Future Projection Factor
2001	28.56	0.8351	1.0000	0.8351	-2.8%	3,467	1.4776	1.0000	1.4776	6.4%	99.00	1.2339	1.1515	1.0716
2002	26.65	0.8948	1.0000	0.8948	-1.5%	3,687	1.3892	1.0000	1.3892	6.4%	98.27	1.2432	1.1601	1.0716
2003	24.54	0.9719	1.0000	0.9719	1.9%	3,922	1.3062	1.0000	1.3062	6.4%	96.23	1.2695	1.1847	1.0716
2004	24.50	0.9733	1.0000	0.9733	4.0%	4,171	1.2281	1.0000	1.2281	6.4%	102.21	1.1953	1.1154	1.0716
2005	25.49	0.9358	1.0000	0.9358	-2.8%	4,436	1.1547	1.0000	1.1547	6.4%	113.06	1.0805	1.0083	1.0716
1-Nov-2007	23.85	1.0000				5,122	1.0000				122.16	1.0000		

	<u>Frequency</u>	<u>Severity</u>	<u>Loss Cost</u>
Average Past Annual Trend Rate	0.4%	6.4%	6.8%
Average Future Annual Trend Rate	-2.8%	6.4%	3.4%

Notes:

- (1) & (2) From Exhibit 5, Page 7
- (4) = (2) / (3)
- (5) & (10) Average annual rate from accident year x to accident year 2005, except accident year 2005 represents trend to future projection date of Nov. 1, 2007.
- (6) & (7) From Exhibit 5, Page 9
- (9) = (7) / (8)
- (11) = (1) x (6)
- (12) = (4) x (9)
- (13) = (12) / (14)
- (14) Using the selected average future annual trend from Oct. 1, 2005 to Nov. 1, 2007.

Third Party Liability - Property Damage - Frequency

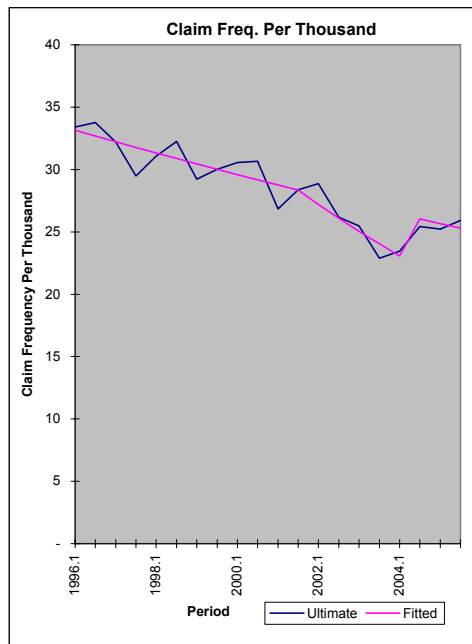
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x			x												
1991.1	1	0	7.8	0	0	664,113	26,790	49,591	1.060	52,566	79.15		1,962		40.34	
1991.2	2	1	8.5	0	0	679,549	28,233	54,227	1.060	57,480	84.59		2,036		41.55	
1992.1	3	0	9.3	0	0	673,639	23,764	44,448	1.079	47,960	71.20		2,018		35.28	
1992.2	4	1	9.5	0	0	684,401	27,446	53,077	1.079	57,270	83.68		2,087		40.10	
1993.1	5	0	9.6	0	0	676,614	25,052	45,369	1.089	49,407	73.02		1,972		37.03	
1993.2	6	1	9.6	0	0	689,033	25,114	50,251	1.089	54,723	79.42		2,179		36.45	
1994.1	7	0	9.2	0	0	684,315	23,723	47,116	1.084	51,074	74.64		2,153		34.67	
1994.2	8	1	8.3	0	0	695,319	23,691	51,273	1.084	55,580	79.94		2,346		34.07	
1995.1	9	0	7.7	0	0	693,764	21,410	45,821	1.084	49,670	71.60		2,320		30.86	
1995.2	10	1	7.8	0	0	707,679	23,590	55,667	1.084	60,343	85.27		2,558		33.33	
x 1996.1	11	0	7.2	0	0	700,304	23,400	51,553	1.083	55,832	79.73	83.31	2,386	2,513	33.41	33.16
x 1996.2	12	1	6.6	0	0	714,960	24,145	60,091	1.083	65,079	91.02	84.59	2,695	2,588	33.77	32.69
x 1997.1	13	0	6.1	0	0	707,357	22,772	55,886	1.085	60,636	85.72	85.89	2,663	2,665	32.19	32.23
x 1997.2	14	1	5.5	0	0	729,707	21,506	57,518	1.085	62,407	85.52	87.20	2,902	2,745	29.47	31.77
x 1998.1	15	0	5.4	0	0	742,218	23,054	56,257	1.101	61,938	83.45	88.54	2,687	2,827	31.06	31.32
x 1998.2	16	1	5.8	0	0	752,276	24,256	64,388	1.101	70,891	94.24	89.90	2,923	2,911	32.24	30.88
x 1999.1	17	0	5.9	0	0	744,289	21,757	56,627	1.112	62,969	84.60	91.28	2,894	2,998	29.23	30.45
x 1999.2	18	1	5.6	0	0	762,051	22,881	63,890	1.112	71,045	93.23	92.68	3,105	3,088	30.03	30.02
x 2000.1	19	0	5.0	0	0	779,522	23,828	66,232	1.101	72,921	93.55	94.10	3,060	3,180	30.57	29.59
x 2000.2	20	1	5.0	0	0	806,913	24,743	75,072	1.101	82,655	102.43	95.54	3,341	3,275	30.66	29.17
x 2001.1	21	0	4.6	0	0	818,814	21,985	66,062	1.076	71,083	86.81	97.01	3,233	3,373	26.85	28.76
x 2001.2	22	1	4.6	0	0	843,165	23,923	80,342	1.076	86,448	102.53	98.49	3,614	3,474	28.37	28.36
x 2002.1	23	0	5.2	1	0	840,857	24,263	84,171	1.089	91,662	109.01	98.82	3,778	3,632	28.86	27.21
x 2002.2	24	1	5.4	2	0	854,182	22,345	85,585	1.089	93,202	109.11	99.15	4,171	3,798	26.16	26.11
x 2003.1	25	0	5.3	3	0	848,707	21,612	79,733	1.093	87,148	102.68	99.48	4,032	3,971	25.47	25.05
x 2003.2	26	1	5.0	4	0	864,885	19,787	77,870	1.093	85,112	98.41	99.81	4,301	4,153	22.88	24.04
x 2004.1	27	0	4.8	5	0	862,877	20,242	73,367	1.103	80,924	93.78	100.14	3,998	4,342	23.46	23.06
x 2004.2	28	1	4.7	0	1	882,121	22,435	83,933	1.103	92,579	104.95	107.91	4,127	4,145	25.43	26.04
x 2005.1	29	0	3.9	0	1	891,038	22,477	83,167	1.103	91,733	102.95	109.57	4,081	4,269	25.23	25.67
x 2005.2	30	1	4.0	0	1	932,772	24,162	96,497	1.103	106,436	114.11	111.25	4,405	4,396	25.90	25.31

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,661,980	45,908	146,404	45,908	157,531	1.2126	97.75	1.4520	3,423	0.8351	28.56
2002	23.5	0.5	5.3	2	0	1,695,038	46,608	169,756	46,608	184,864	1.1974	98.99	1.3382	3,714	0.8948	26.65
2003	25.5	0.5	5.1	4	0	1,713,592	41,400	157,603	41,400	172,260	1.1895	99.65	1.2239	4,061	0.9719	24.54
2004	27.5	0.5	4.7	2.5	0.5	1,744,998	42,677	157,301	42,677	173,503	1.1402	103.95	1.1715	4,242	0.9733	24.50
2005	29.5	0.5	3.9	0	1	1,823,810	46,639	179,664	46,639	198,170	1.0736	110.40	1.1473	4,332	0.9358	25.49
2006	31.5	0.5	3.8	0	1						1.0414	113.82	1.0817	4,595	0.9628	24.77
2007	33.5	0.5	4.2	0	1						1.0102	117.33	1.0198	4,873	0.9906	24.08
2008	35.5	0.5	4.0	0	1						0.9799	120.96	0.9615	5,169	1.0191	23.40
2009	37.5	0.5	3.9	0	1						0.9505	124.70	0.9065	5,483	1.0486	22.74
1-Nov-07	34.2	0.5	4.1	0	1						1.0000	118.53	1.0000	4,970	1.0000	23.85

Third Party Liability - Property Damage - Frequency

		Frequency
Regression Coefficients	Constant	38.7748
	Time	0.9859
	Freq. Adj.	0.9733
Regression Statistics	Deg. of Freedom	17.0000
	F-Statistic	72.6861
	R2	0.8953
	SSReg	0.2264
	SSResid	0.0265
T-Statistics	Constant	106.3620
	Time	(8.2804)
	Freq. Adj.	(4.0448)



Third Party Liability - Property Damage - Severity

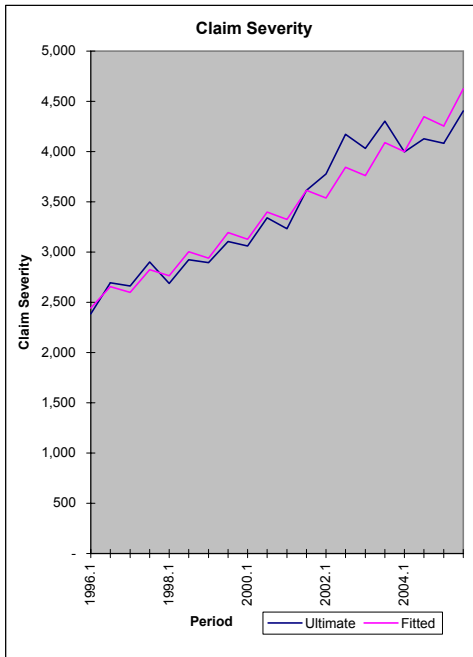
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x														
1991.1	1	0	7.8	0	0	664,113	26,790	49,591	1.060	52,566	79.15		1,962		40.34	
1991.2	2	1	8.5	0	0	679,549	28,233	54,227	1.060	57,480	84.59		2,036		41.55	
1992.1	3	0	9.3	0	0	673,639	23,764	44,448	1.079	47,960	71.20		2,018		35.28	
1992.2	4	1	9.5	0	0	684,401	27,446	53,077	1.079	57,270	83.68		2,087		40.10	
1993.1	5	0	9.6	0	0	676,614	25,052	45,369	1.089	49,407	73.02		1,972		37.03	
1993.2	6	1	9.6	0	0	689,033	25,114	50,251	1.089	54,723	79.42		2,179		36.45	
1994.1	7	0	9.2	0	0	684,315	23,723	47,116	1.084	51,074	74.64		2,153		34.67	
1994.2	8	1	8.3	0	0	695,319	23,691	51,273	1.084	55,580	79.94		2,346		34.07	
1995.1	9	0	7.7	0	0	693,764	21,410	45,821	1.084	49,670	71.60		2,320		30.86	
1995.2	10	1	7.8	0	0	707,679	23,590	55,667	1.084	60,343	85.27		2,558		33.33	
x 1996.1	11	0	7.2	0	0	700,304	23,400	51,553	1.083	55,832	79.73	81.38	2,386	2,443	33.41	33.31
x 1996.2	12	1	6.6	0	0	714,960	24,145	60,091	1.083	65,079	91.02	87.98	2,695	2,656	33.77	33.13
x 1997.1	13	0	6.1	0	0	707,357	22,772	55,886	1.085	60,636	85.72	83.58	2,663	2,599	32.19	32.16
x 1997.2	14	1	5.5	0	0	729,707	21,506	57,518	1.085	62,407	85.52	90.36	2,902	2,824	29.47	31.99
x 1998.1	15	0	5.4	0	0	742,218	23,054	56,257	1.101	61,938	83.45	85.84	2,687	2,764	31.06	31.06
x 1998.2	16	1	5.8	0	0	752,276	24,256	64,388	1.101	70,891	94.24	92.80	2,923	3,004	32.24	30.89
x 1999.1	17	0	5.9	0	0	744,289	21,757	56,627	1.112	62,969	84.60	88.16	2,894	2,940	29.23	29.99
x 1999.2	18	1	5.6	0	0	762,051	22,881	63,890	1.112	71,045	93.23	95.31	3,105	3,195	30.03	29.83
x 2000.1	19	0	5.0	0	0	779,522	23,828	66,232	1.101	72,921	93.55	90.55	3,060	3,127	30.57	28.96
x 2000.2	20	1	5.0	0	0	806,913	24,743	75,072	1.101	82,655	102.43	97.89	3,341	3,398	30.66	28.81
x 2001.1	21	0	4.6	0	0	818,814	21,985	66,062	1.076	71,083	86.81	93.00	3,233	3,325	26.85	27.97
x 2001.2	22	1	4.6	0	0	843,165	23,923	80,342	1.076	86,448	102.53	100.54	3,614	3,614	28.37	27.82
x 2002.1	23	0	5.2	1	0	840,857	24,263	84,171	1.089	91,662	109.01	95.52	3,778	3,537	28.86	27.01
x 2002.2	24	1	5.4	2	0	854,182	22,345	85,585	1.089	93,202	109.11	103.26	4,171	3,844	26.16	26.86
x 2003.1	25	0	5.3	3	0	848,707	21,612	79,733	1.093	87,148	102.68	98.10	4,032	3,762	25.47	26.08
x 2003.2	26	1	5.0	4	0	864,885	19,787	77,870	1.093	85,112	98.41	106.06	4,301	4,088	22.88	25.94
x 2004.1	27	0	4.8	5	0	862,877	20,242	73,367	1.103	80,924	93.78	100.75	3,998	4,001	23.46	25.18
x 2004.2	28	1	4.7	6	1	882,121	22,435	83,933	1.103	92,579	104.95	108.92	4,127	4,348	25.43	25.05
x 2005.1	29	0	3.9	6	1	891,038	22,477	83,167	1.103	91,733	102.95	103.48	4,081	4,255	25.23	24.32
x 2005.2	30	1	4.0	6	1	932,772	24,162	96,497	1.103	106,436	114.11	111.87	4,405	4,625	25.90	24.19

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,661,980	45,908	146,404	45,908	157,531	1.1842	96.70	1.4776	3,467	0.8014	27.89
2002	23.5	0.5	5.3	2	0	1,695,038	46,608	169,756	46,608	184,864	1.1530	99.31	1.3892	3,687	0.8299	26.93
2003	25.5	0.5	5.1	4	0	1,713,592	41,400	157,603	41,400	172,260	1.1226	102.00	1.3062	3,922	0.8595	26.01
2004	27.5	0.5	4.7	5.5	0.5	1,744,998	42,677	157,301	42,677	173,503	1.0931	104.76	1.2281	4,171	0.8900	25.12
2005	29.5	0.5	3.9	6	1	1,823,810	46,639	179,664	46,639	198,170	1.0643	107.59	1.1547	4,436	0.9217	24.25
2006	31.5	0.5	3.8	6	1						1.0362	110.50	1.0857	4,718	0.9545	23.42
2007	33.5	0.5	4.2	6	1						1.0089	113.49	1.0208	5,018	0.9884	22.62
2008	35.5	0.5	4.0	6	1						0.9824	116.56	0.9597	5,337	1.0236	21.84
2009	37.5	0.5	3.9	6	1						0.9565	119.72	0.9024	5,677	1.0600	21.09
1-Nov-07	34.2	0.5	4.1	6	1						1.0000	114.51	1.0000	5,122	1.0000	22.35

Third Party Liability - Property Damage - Severity

Severity		
Regression Coefficients	Constant	1,740.78
	Time	1.0313
	Seasonality	1.0539
Regression Statistics	Deg. of Freedom	17.0000
	F-Statistic	178.3335
	R2	0.9545
	SSReg	0.6617
	SSResid	0.0315
T-Statistics	Constant	206.1828
	Time	18.3840
	Seasonality	2.7133



**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Trend Analysis
Accident Benefit - Funeral**

Accident Year	Loss Cost per Car			
	(1) Fitted	(2) Net Projection Factor	(3) Past Projection Factor	(4) Future Projection Factor
2001	0.32	0.9590	0.9723	0.9863
2002	0.32	0.9653	0.9787	0.9863
2003	0.32	0.9717	0.9852	0.9863
2004	0.32	0.9782	0.9918	0.9863
2005	0.32	0.9847	0.9983	0.9863
1-Nov-2007	0.31	1.0000		

Average Past Annual Trend Rate -0.7%
Average Future Annual Trend Rate -0.7%

Notes:

(1) & (2) From Exhibit 5, Page 12

(3) = (2) / (4)

(4) Using the selected average future annual trend from Oct. 1, 2005 to Nov. 1, 2007.

Accident Benefits - Funeral

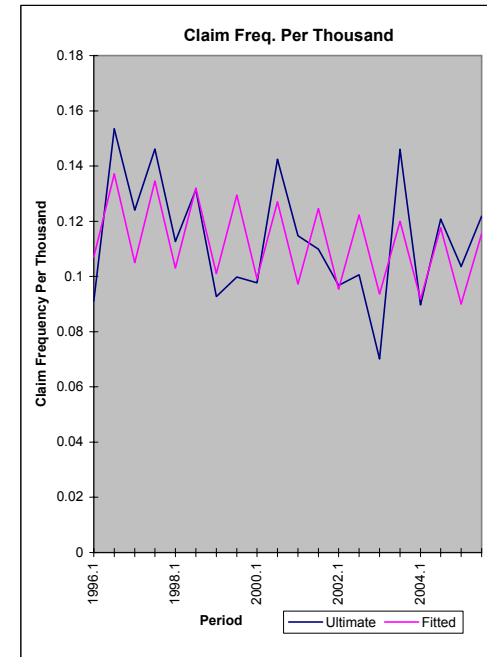
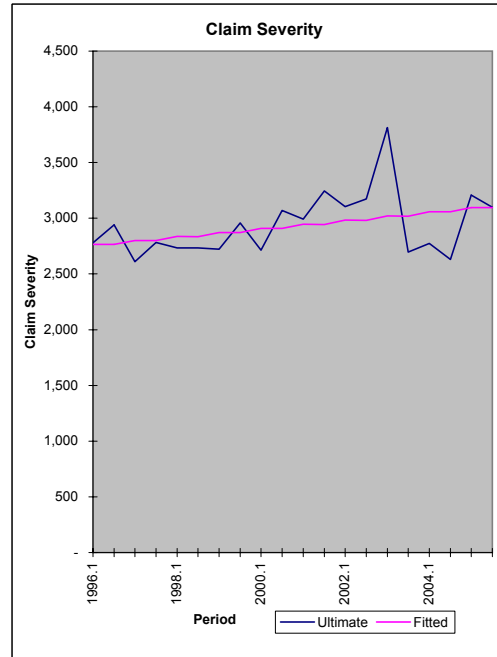
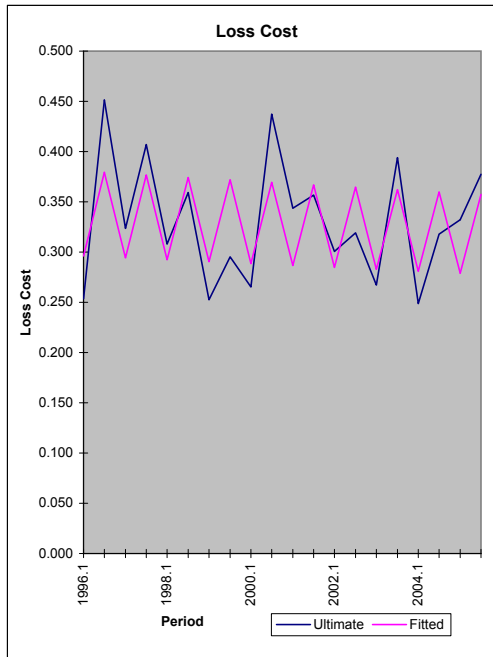
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x														
1991.1	1	0	7.8	0	0	653,497	83	98	1.060	104	0.16		1,251		0.13	
1991.2	2	1	8.5	0	0	676,847	106	136	1.060	145	0.21		1,365		0.16	
1992.1	3	0	9.3	0	0	673,618	76	114	1.079	123	0.18		1,616		0.11	
1992.2	4	1	9.5	0	0	683,620	113	131	1.079	142	0.21		1,254		0.17	
1993.1	5	0	9.6	0	0	677,456	68	84	1.089	92	0.14		1,347		0.10	
1993.2	6	1	9.6	0	0	690,197	129	146	1.089	159	0.23		1,235		0.19	
1994.1	7	0	9.2	0	0	685,616	95	106	1.084	115	0.17		1,212		0.14	
1994.2	8	1	8.3	0	0	697,090	119	169	1.084	184	0.26		1,542		0.17	
1995.1	9	0	7.7	0	0	695,091	84	144	1.084	156	0.22		1,853		0.12	
1995.2	10	1	7.8	0	0	709,761	101	205	1.084	223	0.31		2,203		0.14	
x 1996.1	11	0	7.2	0	0	702,439	64	164	1.083	178	0.25	0.30	2,781	2,766	0.09	0.11
x 1996.2	12	1	6.6	0	0	716,995	110	299	1.083	323	0.45	0.38	2,941	2,766	0.15	0.14
x 1997.1	13	0	6.1	0	0	709,388	88	212	1.085	230	0.32	0.29	2,609	2,801	0.12	0.11
x 1997.2	14	1	5.5	0	0	732,097	107	275	1.085	298	0.41	0.38	2,784	2,800	0.15	0.13
x 1998.1	15	0	5.4	0	0	745,399	84	209	1.101	230	0.31	0.29	2,733	2,837	0.11	0.10
x 1998.2	16	1	5.8	0	0	753,258	99	246	1.101	271	0.36	0.37	2,734	2,836	0.13	0.13
x 1999.1	17	0	5.9	0	0	744,079	69	169	1.112	188	0.25	0.29	2,723	2,872	0.09	0.10
x 1999.2	18	1	5.6	0	0	761,183	76	202	1.112	225	0.30	0.37	2,958	2,872	0.10	0.13
x 2000.1	19	0	5.0	0	0	777,833	76	187	1.101	206	0.27	0.29	2,714	2,909	0.10	0.10
x 2000.2	20	1	5.0	0	0	804,115	115	319	1.101	352	0.44	0.37	3,069	2,908	0.14	0.13
x 2001.1	21	0	4.6	0	0	815,665	94	260	1.076	280	0.34	0.29	2,992	2,945	0.11	0.10
x 2001.2	22	1	4.6	0	0	839,538	92	278	1.076	299	0.36	0.37	3,245	2,944	0.11	0.12
x 2002.1	23	0	5.2	1	0	838,822	81	232	1.089	252	0.30	0.28	3,104	2,983	0.10	0.10
x 2002.2	24	1	5.4	2	0	853,810	86	250	1.089	272	0.32	0.36	3,173	2,982	0.10	0.12
x 2003.1	25	0	5.3	3	0	848,382	59	207	1.093	227	0.27	0.28	3,813	3,020	0.07	0.09
x 2003.2	26	1	5.0	4	0	866,212	126	312	1.093	341	0.39	0.36	2,698	3,019	0.15	0.12
x 2004.1	27	0	4.8	5	0	865,832	78	195	1.103	215	0.25	0.28	2,773	3,058	0.09	0.09
x 2004.2	28	1	4.7	6	1	887,018	107	256	1.103	282	0.32	0.36	2,631	3,057	0.12	0.12
x 2005.1	29	0	3.9	6	1	895,214	93	270	1.103	297	0.33	0.28	3,207	3,097	0.10	0.09
x 2005.2	30	1	4.0	6	1	934,666	114	320	1.103	353	0.38	0.36	3,098	3,096	0.12	0.12

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,655,203	186	539	186	580	0.9590	0.32	1.0827	2,945	0.8858	0.11
2002	23.5	0.5	5.3	2	0	1,692,632	167	482	167	525	0.9653	0.32	1.0692	2,982	0.9029	0.11
2003	25.5	0.5	5.1	4	0	1,714,594	186	520	186	568	0.9717	0.32	1.0558	3,020	0.9203	0.11
2004	27.5	0.5	4.7	5.5	0.5	1,752,850	185	451	185	497	0.9782	0.32	1.0427	3,058	0.9381	0.10
2005	29.5	0.5	3.9	6	1	1,829,880	207	589	207	650	0.9847	0.32	1.0297	3,096	0.9563	0.10
2006	31.5	0.5	3.8	6	1						0.9912	0.31	1.0169	3,136	0.9748	0.10
2007	33.5	0.5	4.2	6	1						0.9978	0.31	1.0042	3,175	0.9936	0.10
2008	35.5	0.5	4.0	6	1						1.0044	0.31	0.9917	3,215	1.0129	0.10
2009	37.5	0.5	3.9	6	1						1.0111	0.31	0.9793	3,256	1.0324	0.09
1-Nov-07	34.2	0.5	4.1	6	1						1.0000	0.31	1.0000	3,188	1.0000	0.10

Accident Benefits - Funeral

		Loss Cost	Severity	Frequency
Regression Coefficients	Constant	0.3071	2,582.10	0.1190
	Time	0.9967	1.0063	0.9905
	Seasonality	1.2850	0.9934	1.2935
Regression Statistics	Deg. of Freedom	17.0000	17.0000	17.0000
	F-Statistic	8.5854	1.5925	7.8586
	R2	0.5025	0.1578	0.4804
	SSReg	0.3134	0.0259	0.3675
	SSResid	0.3103	0.1385	0.3975
T-Statistics	Constant	(10.3983)	103.5963	(16.5689)
	Time	(0.6290)	1.7846	(1.6090)
	Seasonality	4.1349	(0.1629)	3.7492



**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Trend Analysis
Accident Benefit - Death Benefit**

Accident Year	Loss Cost per Car			
	(1) Fitted	(2) Net Projection Factor	(3) Past Projection Factor	(4) Future Projection Factor
2001	1.72	1.0268	1.0179	1.0087
2002	1.73	1.0225	1.0137	1.0087
2003	1.73	1.0182	1.0094	1.0087
2004	1.74	1.0140	1.0052	1.0087
2005	1.75	1.0098	1.0010	1.0087
1-Nov-2007	1.77	1.0000		
		Average Past Annual Trend Rate		0.4%
		Average Future Annual Trend Rate		0.4%

Notes:

(1) & (2) From Exhibit 5, Page 15

(3) = (2) / (4)

(4) Using the selected average future annual trend from Oct. 1, 2005 to Nov. 1, 2007.

Accident Benefits - Death Benefits

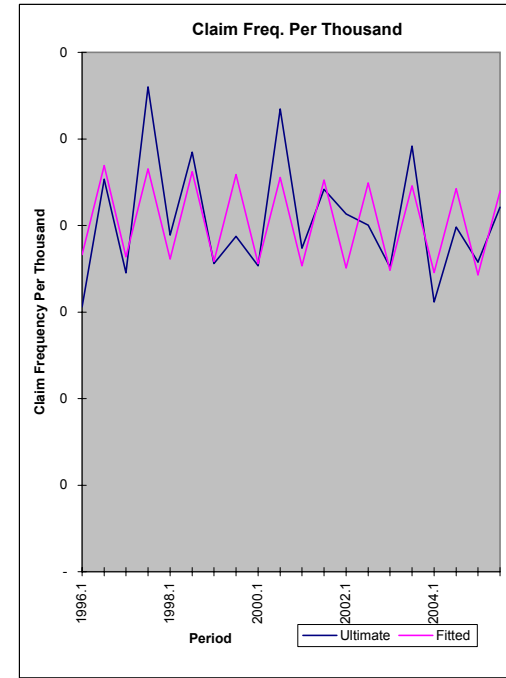
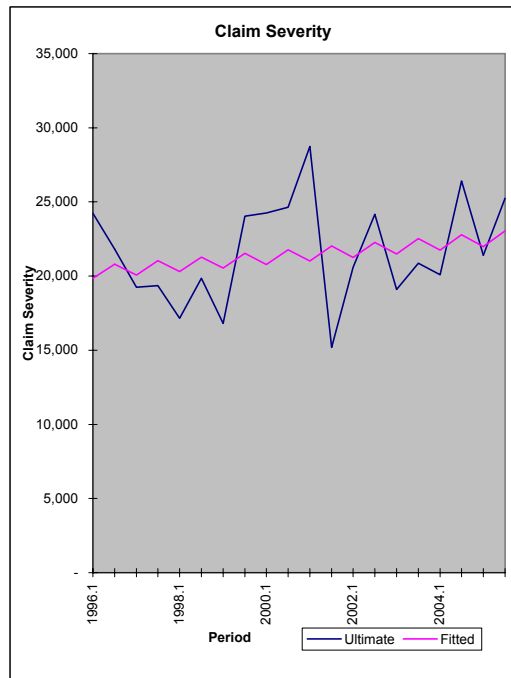
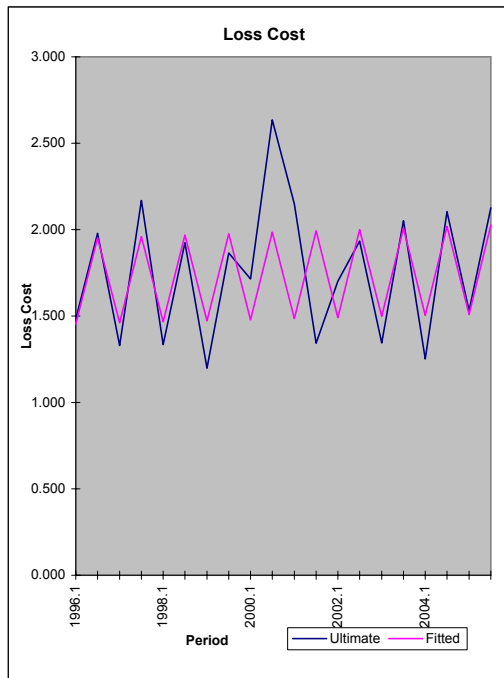
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x														
1991.1	1	0	7.8	0	0	653,497	50	335	1.060	355	0.54		7,108		0.08	
1991.2	2	1	8.5	0	0	676,847	115	664	1.060	703	1.04		6,116		0.17	
1992.1	3	0	9.3	0	0	673,618	55	466	1.079	503	0.75		9,139		0.08	
1992.2	4	1	9.5	0	0	683,620	77	609	1.079	657	0.96		8,537		0.11	
1993.1	5	0	9.6	0	0	677,456	51	432	1.089	470	0.69		9,217		0.08	
1993.2	6	1	9.6	0	0	690,197	88	656	1.089	715	1.04		8,120		0.13	
1994.1	7	0	9.2	0	0	685,616	72	645	1.084	699	1.02		9,715		0.11	
1994.2	8	1	8.3	0	0	697,090	83	789	1.084	855	1.23		10,298		0.12	
1995.1	9	0	7.7	0	0	695,091	54	651	1.084	706	1.02		13,069		0.08	
1995.2	10	1	7.8	0	0	709,761	62	829	1.084	899	1.27		14,498		0.09	
x 1996.1	11	0	7.2	0	0	702,439	43	962	1.083	1,042	1.48	1.45	24,231	19,849	0.06	0.07
x 1996.2	12	1	6.6	0	0	716,995	65	1,309	1.083	1,418	1.98	1.95	21,812	20,805	0.09	0.09
x 1997.1	13	0	6.1	0	0	709,388	49	869	1.085	943	1.33	1.46	19,253	20,077	0.07	0.07
x 1997.2	14	1	5.5	0	0	732,097	82	1,464	1.085	1,588	2.17	1.96	19,366	21,043	0.11	0.09
x 1998.1	15	0	5.4	0	0	745,399	58	904	1.101	995	1.33	1.47	17,153	20,307	0.08	0.07
x 1998.2	16	1	5.8	0	0	753,258	73	1,317	1.101	1,450	1.92	1.97	19,858	21,285	0.10	0.09
x 1999.1	17	0	5.9	0	0	744,079	53	802	1.112	891	1.20	1.47	16,819	20,540	0.07	0.07
x 1999.2	18	1	5.6	0	0	761,183	59	1,276	1.112	1,419	1.86	1.98	24,048	21,529	0.08	0.09
x 2000.1	19	0	5.0	0	0	777,833	55	1,211	1.101	1,334	1.71	1.48	24,250	20,776	0.07	0.07
x 2000.2	20	1	5.0	0	0	804,115	86	1,924	1.101	2,119	2.64	1.98	24,638	21,776	0.11	0.09
x 2001.1	21	0	4.6	0	0	815,665	61	1,629	1.076	1,753	2.15	1.48	28,734	21,014	0.07	0.07
x 2001.2	22	1	4.6	0	0	839,538	74	1,048	1.076	1,127	1.34	1.99	15,198	22,026	0.09	0.09
x 2002.1	23	0	5.2	1	0	838,822	69	1,311	1.089	1,428	1.70	1.49	20,586	21,255	0.08	0.07
x 2002.2	24	1	5.4	2	0	853,810	68	1,516	1.089	1,651	1.93	2.00	24,162	22,279	0.08	0.09
x 2003.1	25	0	5.3	3	0	848,382	60	1,043	1.093	1,140	1.34	1.50	19,090	21,499	0.07	0.07
x 2003.2	26	1	5.0	4	0	866,212	85	1,626	1.093	1,777	2.05	2.01	20,858	22,534	0.10	0.09
x 2004.1	27	0	4.8	5	0	865,832	54	983	1.103	1,084	1.25	1.50	20,098	21,746	0.06	0.07
x 2004.2	28	1	4.7	6	1	887,018	71	1,692	1.103	1,866	2.10	2.02	26,406	22,793	0.08	0.09
x 2005.1	29	0	3.9	6	1	895,214	64	1,243	1.103	1,371	1.53	1.51	21,415	21,995	0.07	0.07
x 2005.2	30	1	4.0	6	1	934,666	79	1,801	1.103	1,987	2.13	2.03	25,255	23,055	0.08	0.09

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,655,203	135	2,677	135	2,880	1.0268	1.72	1.0749	21,514	0.9552	0.08
2002	23.5	0.5	5.3	2	0	1,692,632	138	2,827	138	3,079	1.0225	1.73	1.0627	21,761	0.9621	0.08
2003	25.5	0.5	5.1	4	0	1,714,594	145	2,669	145	2,917	1.0182	1.73	1.0507	22,011	0.9691	0.08
2004	27.5	0.5	4.7	5.5	0.5	1,752,850	125	2,675	125	2,950	1.0140	1.74	1.0388	22,263	0.9762	0.08
2005	29.5	0.5	3.9	6	1	1,829,880	143	3,045	143	3,359	1.0098	1.75	1.0270	22,519	0.9833	0.08
2006	31.5	0.5	3.8	6	1						1.0056	1.76	1.0153	22,777	0.9904	0.08
2007	33.5	0.5	4.2	6	1						1.0014	1.76	1.0038	23,039	0.9976	0.08
2008	35.5	0.5	4.0	6	1						0.9972	1.77	0.9924	23,303	1.0048	0.08
2009	37.5	0.5	3.9	6	1						0.9931	1.78	0.9812	23,570	1.0121	0.08
1-Nov-07	34.2	0.5	4.1	6	1						1.0000	1.77	1.0000	23,126	1.0000	0.08

Accident Benefits - Death Benefits

		Loss Cost	Severity	Frequency
Regression Coefficients	Constant	1.4211	18,641.37	0.0762
	Time	1.0021	1.0057	0.9964
	Seasonality	1.3392	1.0422	1.2850
Regression Statistics	Deg. of Freedom	17.0000	17.0000	17.0000
	F-Statistic	6.8795	0.5817	12.6152
	R2	0.4473	0.0641	0.5974
	SSReg	0.4355	0.0325	0.3140
	SSResid	0.5381	0.4755	0.2116
T-Statistics	Constant	2.3510	69.9690	(27.4593)
	Time	0.3013	0.8764	(0.8333)
	Seasonality	3.6570	0.5504	5.0070



**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Trend Analysis
Accident Benefit - Medical Rehabilitation Expenses**

Accident Year	Frequency (per 1000 Cars)					Severity					Loss Cost			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	Fitted	Projection Factor	Reform Adjustment	Net Projection Factor	Implied Trend Rate*	Fitted	Projection Factor	Reform Adjustment	Net Projection Factor	Implied Trend Rate*	Fitted	Net Projection Factor	Past Projection Factor	Future Projection Factor
2001	9.95	0.9653	1.0879	0.8873	-1.9%	2,580	1.2038	0.8324	1.4461	6.0%	25.68	1.2832	1.1821	1.0855
2002	9.33	1.0293	1.0879	0.9461	-0.4%	2,735	1.1357	0.8324	1.3643	6.0%	25.53	1.2908	1.1891	1.0855
2003	8.62	1.1141	1.0879	1.0241	3.5%	2,899	1.0714	0.8324	1.2871	6.0%	25.00	1.3181	1.2143	1.0855
2004	8.11	1.1850	1.0690	1.1085	15.8%	2,958	1.0500	0.8648	1.2143	6.0%	23.99	1.3461	1.2401	1.0855
2005	10.04	0.9569	1.0000	0.9569	-1.9%	2,712	1.1456	1.0000	1.1456	6.0%	27.23	1.0962	1.0099	1.0855
1-Nov-2007	9.61	1.0000				3,106	1.0000				29.85	1.0000		

	Freq	Sev	Loss Cost
Average Past Annual Trend Rate	4.3%	6.0%	10.5%
Average Future Annual Trend Rate	-1.9%	6.0%	4.0%

Notes:

- (1) & (2) From Exhibit 5, Page 18
- (3) From Exhibit 5, Page 19
- (4) = (2) / (3)
- (5) & (10) Average annual rate from accident year x to accident year 2005, except accident year 2005 represents trend to future projection date of Nov. 1, 2007.
- (6) & (7) From Exhibit 5, Page 20
- (8) From Exhibit 5, Page 21
- (9) = (7) / (8)
- (11) = (1) x (6)
- (12) = (4) x (9)
- (13) = (12) / (14)
- (14) Using the selected average future annual trend from Oct. 1, 2005 to Nov. 1, 2007.

Accident Benefits - All Medical/Rehab Expenses - Frequency

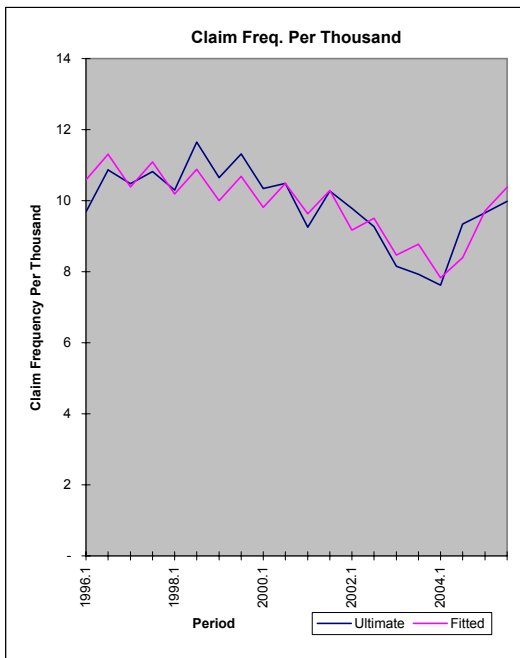
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x		x	x											
1991.1	1	0	7.8	0	0	653,497	3,985	3,238	1.060	3,433	5.25		861		6.10	
1991.2	2	1	8.5	0	0	676,847	4,612	4,808	1.060	5,096	7.53		1,105		6.81	
1992.1	3	0	9.3	0	0	673,618	4,074	4,343	1.079	4,687	6.96		1,150		6.05	
1992.2	4	1	9.5	0	0	683,620	5,343	5,946	1.079	6,416	9.39		1,201		7.82	
1993.1	5	0	9.6	0	0	677,456	4,760	5,247	1.089	5,714	8.43		1,200		7.03	
1993.2	6	1	9.6	0	0	690,197	5,644	7,031	1.089	7,657	11.09		1,357		8.18	
1994.1	7	0	9.2	0	0	685,616	5,386	7,030	1.084	7,621	11.12		1,415		7.86	
1994.2	8	1	8.3	0	0	697,090	6,405	8,604	1.084	9,326	13.38		1,456		9.19	
1995.1	9	0	7.7	0	0	695,091	5,824	8,707	1.084	9,438	13.58		1,621		8.38	
1995.2	10	1	7.8	0	0	709,761	7,295	12,463	1.084	13,510	19.03		1,852		10.28	
x 1996.1	11	0	7.2	0	0	702,439	6,806	11,873	1.083	12,858	18.31	19.19	1,889	1,813	9.69	10.58
x 1996.2	12	1	6.6	0	0	716,995	7,790	16,223	1.083	17,569	24.50	22.55	2,255	1,995	10.86	11.30
x 1997.1	13	0	6.1	0	0	709,388	7,430	14,082	1.085	15,279	21.54	20.10	2,056	1,936	10.47	10.39
x 1997.2	14	1	5.5	0	0	732,097	7,919	14,873	1.085	16,137	22.04	23.62	2,038	2,130	10.82	11.09
x 1998.1	15	0	5.4	0	0	745,399	7,679	13,722	1.101	15,108	20.27	21.06	1,967	2,066	10.30	10.19
x 1998.2	16	1	5.8	0	0	753,258	8,776	16,016	1.101	17,634	23.41	24.74	2,009	2,273	11.65	10.89
x 1999.1	17	0	5.9	0	0	744,079	7,925	15,273	1.112	16,983	22.82	22.06	2,143	2,205	10.65	10.00
x 1999.2	18	1	5.6	0	0	761,183	8,612	17,538	1.112	19,503	25.62	25.92	2,265	2,426	11.31	10.68
x 2000.1	19	0	5.0	0	0	777,833	8,048	17,023	1.101	18,743	24.10	23.10	2,329	2,354	10.35	9.81
x 2000.2	20	1	5.0	0	0	804,115	8,429	19,413	1.101	21,374	26.58	27.15	2,536	2,590	10.48	10.48
x 2001.1	21	0	4.6	0	0	815,665	7,545	17,521	1.076	18,853	23.11	24.20	2,499	2,513	9.25	9.63
x 2001.2	22	1	4.6	0	0	839,538	8,619	22,001	1.076	23,673	28.20	28.43	2,747	2,764	10.27	10.29
x 2002.1	23	0	5.2	1	0	838,822	8,206	20,357	1.089	22,169	26.43	24.29	2,701	2,649	9.78	9.17
x 2002.2	24	1	5.4	2	0	853,810	7,917	22,154	1.089	24,126	28.26	27.36	3,047	2,880	9.27	9.50
x 2003.1	25	0	5.3	3	0	848,382	6,913	18,946	1.093	20,708	24.41	23.38	2,995	2,760	8.15	8.47
x 2003.2	26	1	5.0	4	0	866,212	6,864	19,862	1.093	21,709	25.06	26.34	3,163	3,000	7.92	8.78
x 2004.1	27	0	4.8	5	0	865,832	6,601	16,549	1.103	18,253	21.08	22.50	2,765	2,875	7.62	7.83
x 2004.2	28	1	4.7	6	0.415	887,018	8,291	20,047	1.103	22,112	24.93	23.92	2,667	2,848	9.35	8.40
x 2005.1	29	0	3.9	0	1	895,214	8,646	19,067	1.103	21,031	23.49	25.35	2,432	2,609	9.66	9.72
x 2005.2	30	1	4.0	0	1	934,666	9,332	26,779	1.103	29,538	31.60	29.79	3,165	2,871	9.98	10.38

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,655,203	16,164	39,522	16,164	42,526	1.1673	26.23	1.2093	2,635	0.9653	9.95
2002	23.5	0.5	5.3	2	0	1,692,632	16,123	42,511	16,123	46,294	1.1875	25.78	1.1538	2,762	1.0293	9.33
2003	25.5	0.5	5.1	4	0	1,714,594	13,777	38,807	13,777	42,416	1.2340	24.81	1.1076	2,877	1.1141	8.62
2004	27.5	0.5	4.7	5.5	0.208	1,752,850	14,892	36,595	14,892	40,365	1.3197	23.20	1.1136	2,862	1.1850	8.11
2005	29.5	0.5	3.9	0	1	1,829,880	17,978	45,847	17,978	50,569	1.1142	27.48	1.1644	2,737	0.9569	10.04
2006	31.5	0.5	3.8	0	1						1.0637	28.78	1.0908	2,921	0.9752	9.85
2007	33.5	0.5	4.2	0	1						1.0156	30.15	1.0220	3,118	0.9937	9.67
2008	35.5	0.5	4.0	0	1						0.9696	31.58	0.9575	3,329	1.0127	9.49
2009	37.5	0.5	3.9	0	1						0.9257	33.08	0.8970	3,553	1.0320	9.31
1-Nov-07	34.2	0.5	4.1	0	1						1.0000	30.62	1.0000	3,187	1.0000	9.61

Accident Benefits - All Medical/Rehab Expenses - Frequency

		Frequency
Regression Coefficients	Constant	11.7413
	Time	0.9906
	Seasonality	1.0782
	Freq. Adj.	0.9703
	Bill 53	1.0879
Regression Statistics	Deg. of Freedom	15.0000
	F-Statistic	12.4378
	R2	0.7683
	SSReg	0.1888
	SSResid	0.0569
T-Statistics	Constant	32.1472
	Time	(2.2120)
	Seasonality	2.7169
	Freq. Adj.	(2.8345)
	Bill 53	1.2787



Accident Benefits - All Medical/Rehab Expenses - Severity

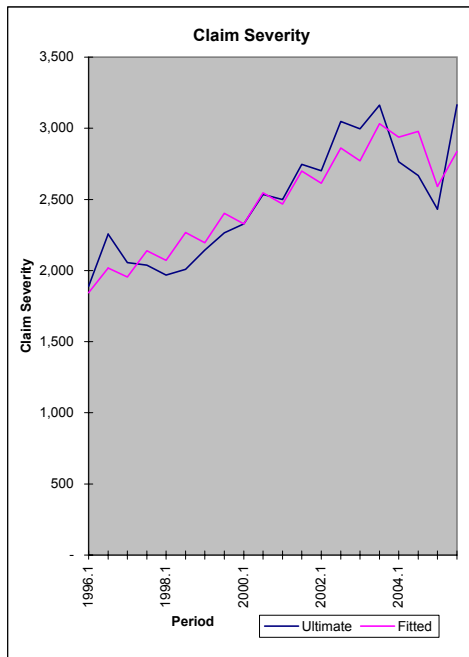
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x			x											
1991.1	1	0	7.8	0	0	653,497	3,985	3,238	1.060	3,433	5.25		861		6.10	
1991.2	2	1	8.5	0	0	676,847	4,612	4,808	1.060	5,096	7.53		1,105		6.81	
1992.1	3	0	9.3	0	0	673,618	4,074	4,343	1.079	4,687	6.96		1,150		6.05	
1992.2	4	1	9.5	0	0	683,620	5,343	5,946	1.079	6,416	9.39		1,201		7.82	
1993.1	5	0	9.6	0	0	677,456	4,760	5,247	1.089	5,714	8.43		1,200		7.03	
1993.2	6	1	9.6	0	0	690,197	5,644	7,031	1.089	7,657	11.09		1,357		8.18	
1994.1	7	0	9.2	0	0	685,616	5,386	7,030	1.084	7,621	11.12		1,415		7.86	
1994.2	8	1	8.3	0	0	697,090	6,405	8,604	1.084	9,326	13.38		1,456		9.19	
1995.1	9	0	7.7	0	0	695,091	5,824	8,707	1.084	9,438	13.58		1,621		8.38	
1995.2	10	1	7.8	0	0	709,761	7,295	12,463	1.084	13,510	19.03		1,852		10.28	
x 1996.1	11	0	7.2	0	0	702,439	6,806	11,873	1.083	12,858	18.31	20.32	1,889	1,843	9.69	11.02
x 1996.2	12	1	6.6	0	0	716,995	7,790	16,223	1.083	17,569	24.50	23.45	2,255	2,018	10.86	11.62
x 1997.1	13	0	6.1	0	0	709,388	7,430	14,082	1.085	15,279	21.54	20.78	2,056	1,954	10.47	10.63
x 1997.2	14	1	5.5	0	0	732,097	7,919	14,873	1.085	16,137	22.04	23.97	2,038	2,139	10.82	11.21
x 1998.1	15	0	5.4	0	0	745,399	7,679	13,722	1.101	15,108	20.27	21.24	1,967	2,071	10.30	10.26
x 1998.2	16	1	5.8	0	0	753,258	8,776	16,016	1.101	17,634	23.41	24.51	2,009	2,267	11.65	10.81
x 1999.1	17	0	5.9	0	0	744,079	7,925	15,273	1.112	16,983	22.82	21.72	2,143	2,195	10.65	9.89
x 1999.2	18	1	5.6	0	0	761,183	8,612	17,538	1.112	19,503	25.62	25.05	2,265	2,403	11.31	10.43
x 2000.1	19	0	5.0	0	0	777,833	8,048	17,023	1.101	18,743	24.10	22.20	2,329	2,327	10.35	9.54
x 2000.2	20	1	5.0	0	0	804,115	8,429	19,413	1.101	21,374	26.58	25.61	2,536	2,547	10.48	10.06
x 2001.1	21	0	4.6	0	0	815,665	7,545	17,521	1.076	18,853	23.11	22.70	2,499	2,467	9.25	9.20
x 2001.2	22	1	4.6	0	0	839,538	8,619	22,001	1.076	23,673	28.20	26.18	2,747	2,700	10.27	9.70
x 2002.1	23	0	5.2	1	0	838,822	8,206	20,357	1.089	22,169	26.43	23.20	2,701	2,615	9.78	8.87
x 2002.2	24	1	5.4	2	0	853,810	7,917	22,154	1.089	24,126	28.26	26.77	3,047	2,861	9.27	9.35
x 2003.1	25	0	5.3	3	0	848,382	6,913	18,946	1.093	20,708	24.41	23.72	2,995	2,771	8.15	8.56
x 2003.2	26	1	5.0	4	0	866,212	6,864	19,862	1.093	21,709	25.06	27.37	3,163	3,033	7.92	9.02
x 2004.1	27	0	4.8	5	0	865,832	6,601	16,549	1.103	18,253	21.08	24.25	2,765	2,938	7.62	8.26
x 2004.2	28	1	4.7	6	0.415	887,018	8,291	20,047	1.103	22,112	24.93	27.97	2,667	2,979	9.35	9.39
x 2005.1	29	0	3.9	6	1	895,214	8,646	19,067	1.103	21,031	23.49	24.77	2,432	2,592	9.66	9.56
x 2005.2	30	1	4.0	6	1	934,666	9,332	26,779	1.103	29,538	31.60	28.58	3,165	2,837	9.98	10.07

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,655,203	16,164	39,522	16,164	42,526	1.1491	24.38	1.2038	2,580	0.9545	9.45
2002	23.5	0.5	5.3	2	0	1,692,632	16,123	42,511	16,123	46,294	1.1240	24.92	1.1357	2,735	0.9897	9.11
2003	25.5	0.5	5.1	4	0	1,714,594	13,777	38,807	13,777	42,416	1.0994	25.48	1.0714	2,899	1.0261	8.79
2004	27.5	0.5	4.7	5.5	0.208	1,752,850	14,892	36,595	14,892	40,365	1.0756	26.04	1.0500	2,958	1.0244	8.80
2005	29.5	0.5	3.9	6	1	1,829,880	17,978	45,847	17,978	50,569	1.0529	26.60	1.1456	2,712	0.9191	9.81
2006	31.5	0.5	3.8	6	1						1.0299	27.20	1.0807	2,874	0.9529	9.46
2007	33.5	0.5	4.2	6	1						1.0074	27.81	1.0196	3,047	0.9880	9.13
2008	35.5	0.5	4.0	6	1						0.9854	28.43	0.9619	3,229	1.0244	8.80
2009	37.5	0.5	3.9	6	1						0.9639	29.06	0.9075	3,423	1.0621	8.49
1-Nov-07	34.2	0.5	4.1	6	1						1.0000	28.01	1.0000	3,106	1.0000	9.02

Accident Benefits - All Medical/Rehab Expenses - Severity

Severity		
Regression Coefficients	Constant	1,338.22
	Time	1.0295
	Seasonality	1.0630
	Bill 53	0.8324
Regression Statistics	Deg. of Freedom	16.0000
	F-Statistic	27.3669
	R2	0.8369
	SSReg	0.4335
	SSResid	0.0845
T-Statistics	Constant	102.1174
	Time	8.2768
	Seasonality	1.8731
	Bill 53	(2.7760)



**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

**Trend Analysis
Accident Benefit - Disability Income**

Accident Year	Frequency (per 1000 Cars)					Severity					Loss Cost per Car			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	Fitted	Projection Factor	Reform Adjustment	Projection Factor	Net Implied Trend Rate	Fitted	Projection Factor	Reform Adjustment	Projection Factor	Net Implied Trend Rate	Fitted	Net Projection Factor	Past Projection Factor	Future Projection Factor
2001	2.67	0.6570	1.0000	0.6570	-10.8%	5,522	1.0674	1.0000	1.0674	1.0%	14.74	0.7012	0.6640	1.0560
2002	2.38	0.7365	1.0000	0.7365	-10.8%	5,579	1.0564	1.0000	1.0564	1.0%	13.28	0.7781	0.7368	1.0560
2003	2.03	0.8623	1.0000	0.8623	-8.8%	5,637	1.0456	1.0000	1.0456	1.0%	11.46	0.9016	0.8538	1.0560
2004	1.74	1.0095	1.0000	1.0095	-2.7%	5,695	1.0349	1.0000	1.0349	1.0%	9.89	1.0448	0.9894	1.0560
2005	1.69	1.0377	1.0000	1.0377	1.6%	5,754	1.0243	1.0000	1.0243	1.0%	9.72	1.0629	1.0066	1.0560
1-Nov-2007	1.75	1.0000				5,894	1.0000				10.33	1.0000		

	<u>Frequency</u>	<u>Severity</u>	<u>Loss Cost</u>
Average Past Annual Trend Rate	-8.3%	1.0%	-7.3%
Average Future Annual Trend Rate	1.6%	1.0%	2.6%

Notes:

- (1) & (2) From Exhibit 5, Page 23
- (4) = (2) / (3)
- (5) & (10) Average annual rate from accident year x to accident year 2005, except accident year 2005 represents trend to future projection date of Nov. 1, 2007.
- (6) & (7) From Exhibit 5, Page 25
- (9) = (7) / (8)
- (11) = (1) x (6)
- (12) = (4) x (9)
- (13) = (12) / (14)
- (14) Using the selected average future annual trend from Oct. 1, 2005 to Nov. 1, 2007.

Accident Benefits - All Disability Income - Frequency

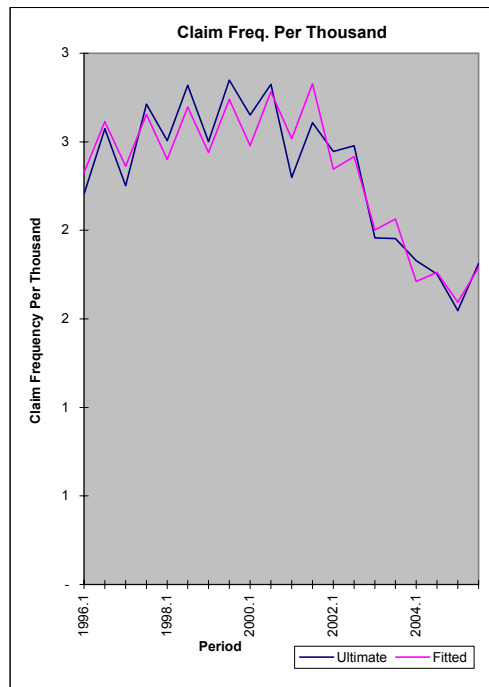
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x		x												
1991.1	1	0	7.8	0	0	653,497	1,343	3,845	1.060	4,076	6.24		3,035		2.06	
1991.2	2	1	8.5	0	0	676,847	1,410	4,734	1.060	5,018	7.41		3,559		2.08	
1992.1	3	0	9.3	0	0	673,618	1,142	3,765	1.079	4,063	6.03		3,557		1.70	
1992.2	4	1	9.5	0	0	683,620	1,492	5,597	1.079	6,039	8.83		4,048		2.18	
1993.1	5	0	9.6	0	0	677,456	1,232	3,966	1.089	4,319	6.38		3,506		1.82	
1993.2	6	1	9.6	0	0	690,197	1,490	4,948	1.089	5,389	7.81		3,617		2.16	
1994.1	7	0	9.2	0	0	685,616	1,358	4,401	1.084	4,771	6.96		3,513		1.98	
1994.2	8	1	8.3	0	0	697,090	1,673	5,321	1.084	5,768	8.27		3,447		2.40	
1995.1	9	0	7.7	0	0	695,091	1,299	4,153	1.084	4,502	6.48		3,466		1.87	
1995.2	10	1	7.8	0	0	709,761	1,735	6,890	1.084	7,469	10.52		4,305		2.44	
x 1996.1	11	0	7.2	0	0	702,439	1,549	7,446	1.083	8,064	11.48	11.76	5,206	5,056	2.21	2.33
x 1996.2	12	1	6.6	0	0	716,995	1,845	9,509	1.083	10,298	14.36	14.18	5,582	5,426	2.57	2.61
x 1997.1	13	0	6.1	0	0	709,388	1,598	7,526	1.085	8,166	11.51	12.08	5,110	5,111	2.25	2.36
x 1997.2	14	1	5.5	0	0	732,097	1,986	9,967	1.085	10,814	14.77	14.56	5,445	5,486	2.71	2.65
x 1998.1	15	0	5.4	0	0	745,399	1,868	8,809	1.101	9,699	13.01	12.41	5,193	5,168	2.51	2.40
x 1998.2	16	1	5.8	0	0	753,258	2,124	9,588	1.101	10,557	14.01	14.96	4,970	5,546	2.82	2.70
x 1999.1	17	0	5.9	0	0	744,079	1,861	8,911	1.112	9,909	13.32	12.74	5,326	5,224	2.50	2.44
x 1999.2	18	1	5.6	0	0	761,183	2,168	10,869	1.112	12,086	15.88	15.37	5,574	5,607	2.85	2.74
x 2000.1	19	0	5.0	0	0	777,833	2,063	8,995	1.101	9,903	12.73	13.09	4,801	5,282	2.65	2.48
x 2000.2	20	1	5.0	0	0	804,115	2,271	12,387	1.101	13,638	16.96	15.78	6,004	5,669	2.82	2.78
x 2001.1	21	0	4.6	0	0	815,665	1,875	9,193	1.076	9,891	12.13	13.44	5,275	5,340	2.30	2.52
x 2001.2	22	1	4.6	0	0	839,538	2,190	11,901	1.076	12,806	15.25	16.21	5,849	5,731	2.61	2.83
x 2002.1	23	0	5.2	1	0	838,822	2,052	10,415	1.089	11,342	13.52	12.65	5,529	5,394	2.45	2.35
x 2002.2	24	1	5.4	2	0	853,810	2,115	11,737	1.089	12,782	14.97	13.97	6,043	5,784	2.48	2.42
x 2003.1	25	0	5.3	3	0	848,382	1,661	8,326	1.093	9,100	10.73	10.90	5,478	5,443	1.96	2.00
x 2003.2	26	1	5.0	4	0	866,212	1,692	9,676	1.093	10,576	12.21	12.04	6,249	5,836	1.95	2.06
x 2004.1	27	0	4.8	5	0	865,832	1,583	7,693	1.103	8,485	9.80	9.40	5,360	5,492	1.83	1.71
x 2004.2	28	1	4.7	6	1	887,018	1,555	8,520	1.103	9,398	10.59	10.38	6,044	5,890	1.75	1.76
x 2005.1	29	0	3.9	6	1	895,214	1,386	7,310	1.103	8,063	9.01	8.84	5,819	5,548	1.55	1.59
x 2005.2	30	1	4.0	6	1	934,666	1,694	8,103	1.103	8,938	9.56	10.66	5,277	5,955	1.81	1.79

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,655,203	4,065	21,094	4,065	22,697	0.7002	14.76	1.0658	5,532	0.6570	2.67
2002	23.5	0.5	5.3	2	0	1,692,632	4,167	22,152	4,167	24,123	0.7775	13.29	1.0557	5,585	0.7365	2.38
2003	25.5	0.5	5.1	4	0	1,714,594	3,353	18,002	3,353	19,676	0.9020	11.46	1.0461	5,636	0.8623	2.03
2004	27.5	0.5	4.7	5.5	0.5	1,752,850	3,138	16,213	3,138	17,883	1.0465	9.88	1.0367	5,688	1.0095	1.74
2005	29.5	0.5	3.9	6	1	1,829,880	3,079	15,414	3,079	17,001	1.0645	9.71	1.0259	5,748	1.0377	1.69
2006	31.5	0.5	3.8	6	1						1.0364	9.97	1.0147	5,811	1.0214	1.72
2007	33.5	0.5	4.2	6	1						1.0090	10.24	1.0037	5,875	1.0053	1.74
2008	35.5	0.5	4.0	6	1						0.9823	10.52	0.9927	5,939	0.9895	1.77
2009	37.5	0.5	3.9	6	1						0.9563	10.81	0.9819	6,005	0.9739	1.80
1-Nov-07	34.2	0.5	4.1	6	1						1.0000	10.34	1.0000	5,896	1.0000	1.75

Accident Benefits - All Disability Income - Frequency

		Frequency
Regression Coefficients	Constant	2.1314
	Time	1.0080
	Seasonality	1.1146
	Freq. Adj.	0.9169
Regression Statistics	Deg. of Freedom	16.0000
	F-Statistic	72.4762
	R2	0.9315
	SSReg	0.5810
	SSResid	0.0428
T-Statistics	Constant	11.1013
	Time	2.0285
	Seasonality	4.6752
	Freq. Adj.	(8.9827)



Accident Benefits - All Disability Income - Severity

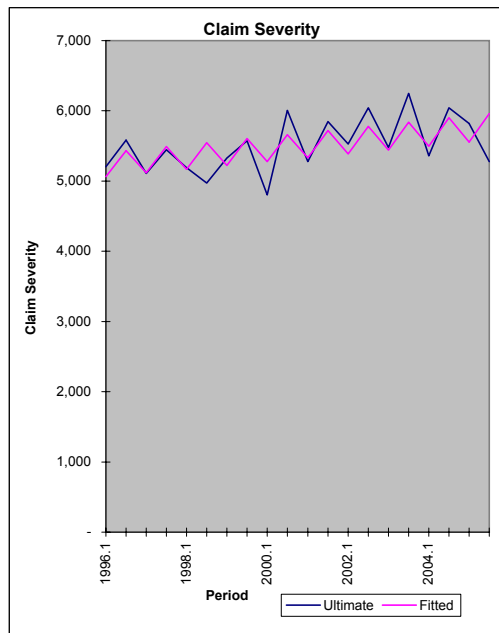
Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	ULAE Adjustment	Adjusted Ultimate Losses	Ultimate Loss Cost	Fitted Loss Cost	Ultimate Severity	Fitted Severity	Ultimate Frequency per 1000	Fitted Frequency per 1000
	x	x														
1991.1	1	0	7.8	0	0	653,497	1,343	3,845	1.060	4,076	6.24		3,035		2.06	
1991.2	2	1	8.5	0	0	676,847	1,410	4,734	1.060	5,018	7.41		3,559		2.08	
1992.1	3	0	9.3	0	0	673,618	1,142	3,765	1.079	4,063	6.03		3,557		1.70	
1992.2	4	1	9.5	0	0	683,620	1,492	5,597	1.079	6,039	8.83		4,048		2.18	
1993.1	5	0	9.6	0	0	677,456	1,232	3,966	1.089	4,319	6.38		3,506		1.82	
1993.2	6	1	9.6	0	0	690,197	1,490	4,948	1.089	5,389	7.81		3,617		2.16	
1994.1	7	0	9.2	0	0	685,616	1,358	4,401	1.084	4,771	6.96		3,513		1.98	
1994.2	8	1	8.3	0	0	697,090	1,673	5,321	1.084	5,768	8.27		3,447		2.40	
1995.1	9	0	7.7	0	0	695,091	1,299	4,153	1.084	4,502	6.48		3,466		1.87	
1995.2	10	1	7.8	0	0	709,761	1,735	6,890	1.084	7,469	10.52		4,305		2.44	
x 1996.1	11	0	7.2	0	0	702,439	1,549	7,446	1.083	8,064	11.48	13.56	5,206	5,063	2.21	2.68
x 1996.2	12	1	6.6	0	0	716,995	1,845	9,509	1.083	10,298	14.36	15.92	5,582	5,433	2.57	2.93
x 1997.1	13	0	6.1	0	0	709,388	1,598	7,526	1.085	8,166	11.51	13.10	5,110	5,116	2.25	2.56
x 1997.2	14	1	5.5	0	0	732,097	1,986	9,967	1.085	10,814	14.77	15.39	5,445	5,489	2.71	2.80
x 1998.1	15	0	5.4	0	0	745,399	1,868	8,809	1.101	9,699	13.01	12.66	5,193	5,169	2.51	2.45
x 1998.2	16	1	5.8	0	0	753,258	2,124	9,588	1.101	10,557	14.01	14.87	4,970	5,546	2.82	2.68
x 1999.1	17	0	5.9	0	0	744,079	1,861	8,911	1.112	9,909	13.32	12.24	5,326	5,222	2.50	2.34
x 1999.2	18	1	5.6	0	0	761,183	2,168	10,869	1.112	12,086	15.88	14.38	5,574	5,603	2.85	2.57
x 2000.1	19	0	5.0	0	0	777,833	2,063	8,995	1.101	9,903	12.73	11.83	4,801	5,276	2.65	2.24
x 2000.2	20	1	5.0	0	0	804,115	2,271	12,387	1.101	13,638	16.96	13.89	6,004	5,661	2.82	2.45
x 2001.1	21	0	4.6	0	0	815,665	1,875	9,193	1.076	9,891	12.13	11.43	5,275	5,331	2.30	2.14
x 2001.2	22	1	4.6	0	0	839,538	2,190	11,901	1.076	12,806	15.25	13.43	5,849	5,720	2.61	2.35
x 2002.1	23	0	5.2	1	0	838,822	2,052	10,415	1.089	11,342	13.52	11.05	5,529	5,386	2.45	2.05
x 2002.2	24	1	5.4	2	0	853,810	2,115	11,737	1.089	12,782	14.97	12.98	6,043	5,779	2.48	2.25
x 2003.1	25	0	5.3	3	0	848,382	1,661	8,326	1.093	9,100	10.73	10.68	5,478	5,442	1.96	1.96
x 2003.2	26	1	5.0	4	0	866,212	1,692	9,676	1.093	10,576	12.21	12.55	6,249	5,839	1.95	2.15
x 2004.1	27	0	4.8	5	0	865,832	1,583	7,693	1.103	8,485	9.80	10.32	5,360	5,498	1.83	1.88
x 2004.2	28	1	4.7	6	1	887,018	1,555	8,520	1.103	9,398	10.59	12.12	6,044	5,899	1.75	2.06
x 2005.1	29	0	3.9	6	1	895,214	1,386	7,310	1.103	8,063	9.01	9.98	5,819	5,555	1.55	1.80
x 2005.2	30	1	4.0	6	1	934,666	1,694	8,103	1.103	8,938	9.56	11.72	5,277	5,960	1.81	1.97

Projection Period

Accident Period	Time	Seasonality	Unemp	Freq. Adj.	Bill 53	Earned Exposures	Ultimate Counts	Ultimate Losses	Ultimate Counts	Ultimate Losses	Project'n Factor	Fitted Loss Cost	Project'n Factor	Fitted Severity	Project'n Factor	Fitted Frequency per 1000
2001	21.5	0.5	4.6	0	0	1,655,203	4,065	21,094	4,065	22,697	0.8060	12.39	1.0674	5,522	0.7551	2.24
2002	23.5	0.5	5.3	2	0	1,692,632	4,167	22,152	4,167	24,123	0.8339	11.98	1.0564	5,579	0.7894	2.15
2003	25.5	0.5	5.1	4	0	1,714,594	3,353	18,002	3,353	19,676	0.8628	11.58	1.0456	5,637	0.8252	2.05
2004	27.5	0.5	4.7	5.5	0.5	1,752,850	3,138	16,213	3,138	17,883	0.8927	11.19	1.0349	5,695	0.8626	1.96
2005	29.5	0.5	3.9	6	1	1,829,880	3,079	15,414	3,079	17,001	0.9236	10.81	1.0243	5,754	0.9017	1.88
2006	31.5	0.5	3.8	6	1						0.9556	10.45	1.0138	5,814	0.9426	1.80
2007	33.5	0.5	4.2	6	1						0.9887	10.10	1.0034	5,874	0.9853	1.72
2008	35.5	0.5	4.0	6	1						1.0230	9.76	0.9932	5,935	1.0300	1.65
2009	37.5	0.5	3.9	6	1						1.0584	9.44	0.9830	5,996	1.0767	1.57
1-Nov-07	34.2	0.5	4.1	6	1						1.0000	9.99	1.0000	5,894	1.0000	1.69

Accident Benefits - All Disability Income - Severity

Severity		
Regression Coefficients	Constant	4,784.57
	Time	1.0052
	Seasonality	1.0675
Regression Statistics	Deg. of Freedom	17.0000
	F-Statistic	6.8496
	R2	0.4462
	SSReg	0.0423
	SSResid	0.0525
T-Statistics	Constant	181.4166
	Time	2.3792
	Seasonality	2.6183



TPL BI
Estimated Ultimate Incurred Counts
Incurred Counts Development Method

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	664,113	4,961	1.000	4,961
Dec-91	679,549	6,102	1.000	6,102
Jun-92	673,639	5,515	1.000	5,515
Dec-92	684,401	6,697	1.000	6,697
Jun-93	676,614	6,293	1.000	6,293
Dec-93	689,033	7,169	1.000	7,169
Jun-94	684,315	6,799	1.000	6,799
Dec-94	695,319	7,629	1.000	7,629
Jun-95	693,764	6,895	1.000	6,895
Dec-95	707,679	8,008	1.000	8,007
Jun-96	700,304	7,345	1.000	7,344
Dec-96	714,960	8,308	1.000	8,307
Jun-97	707,357	7,697	1.000	7,696
Dec-97	729,707	8,275	1.000	8,274
Jun-98	742,218	8,062	1.000	8,061
Dec-98	752,276	9,086	0.999	9,077
Jun-99	744,289	8,245	0.998	8,230
Dec-99	762,051	8,760	0.997	8,730
Jun-00	779,522	8,483	0.994	8,434
Dec-00	806,913	8,905	0.991	8,823
Jun-01	818,814	7,780	0.986	7,672
Dec-01	843,165	8,568	0.981	8,404
Jun-02	840,857	8,126	0.974	7,914
Dec-02	854,182	8,314	0.965	8,020
Jun-03	848,707	7,797	0.955	7,448
Dec-03	864,885	7,584	0.939	7,123
Jun-04	862,877	7,070	0.924	6,531
Dec-04	882,121	7,495	0.897	6,721
Jun-05	891,038	7,518	0.845	6,355
Dec-05	932,772	8,118	0.880	7,143
Total	22,927,441	227,604		222,374

Notes:

- (2) From 2005 AIX70A
- (3) From 2005 AIX70A, adjusted for understatement of one insurer
- (4) From Exhibit 7
- (5) = (3) x (4)

TPL BI
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	664,113	103,808	1.000	103,808
Dec-91	679,549	133,878	1.000	133,878
Jun-92	673,639	118,350	1.000	118,350
Dec-92	684,401	153,437	1.000	153,437
Jun-93	676,614	141,571	1.000	141,571
Dec-93	689,033	175,948	1.000	175,948
Jun-94	684,315	156,528	1.000	156,476
Dec-94	695,319	183,474	1.000	183,485
Jun-95	693,764	176,545	1.000	176,462
Dec-95	707,679	210,981	0.999	210,717
Jun-96	700,304	194,783	1.000	194,730
Dec-96	714,960	225,237	1.000	225,252
Jun-97	707,357	215,190	0.999	215,073
Dec-97	729,707	241,981	1.001	242,251
Jun-98	742,218	231,720	1.002	232,266
Dec-98	752,276	275,087	1.005	276,478
Jun-99	744,289	252,557	1.004	253,661
Dec-99	762,051	283,906	1.006	285,663
Jun-00	779,522	261,102	1.008	263,254
Dec-00	806,913	296,929	1.015	301,329
Jun-01	818,814	266,235	1.019	271,203
Dec-01	843,165	310,530	1.030	319,755
Jun-02	840,857	293,727	1.036	304,199
Dec-02	854,182	315,169	1.050	330,957
Jun-03	848,707	260,637	1.075	280,086
Dec-03	864,885	263,081	1.105	290,754
Jun-04	862,877	209,092	1.149	240,251
Dec-04	882,121	196,962	1.201	236,553
Jun-05	891,038	145,681	1.254	182,640
Dec-05	932,772	140,564	1.568	220,363
Total	22,927,441	6,434,688		6,720,849

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

TPL PD
Estimated Ultimate Incurred Counts
Incurred Counts Development Method

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	664,113	26,790	1.000	26,790
Dec-91	679,549	28,233	1.000	28,233
Jun-92	673,639	23,764	1.000	23,764
Dec-92	684,401	27,446	1.000	27,446
Jun-93	676,614	25,052	1.000	25,052
Dec-93	689,033	25,114	1.000	25,114
Jun-94	684,315	23,723	1.000	23,723
Dec-94	695,319	23,691	1.000	23,691
Jun-95	693,764	21,410	1.000	21,410
Dec-95	707,679	23,590	1.000	23,590
Jun-96	700,304	23,400	1.000	23,400
Dec-96	714,960	24,145	1.000	24,145
Jun-97	707,357	22,772	1.000	22,772
Dec-97	729,707	21,506	1.000	21,506
Jun-98	742,218	23,054	1.000	23,054
Dec-98	752,276	24,256	1.000	24,256
Jun-99	744,289	21,757	1.000	21,757
Dec-99	762,051	22,881	1.000	22,881
Jun-00	779,522	23,828	1.000	23,828
Dec-00	806,913	24,743	1.000	24,743
Jun-01	818,814	21,985	1.000	21,985
Dec-01	843,165	23,923	1.000	23,923
Jun-02	840,857	24,278	0.999	24,263
Dec-02	854,182	22,379	0.998	22,345
Jun-03	848,707	21,678	0.997	21,612
Dec-03	864,885	19,902	0.994	19,787
Jun-04	862,877	20,418	0.991	20,242
Dec-04	882,121	22,695	0.989	22,435
Jun-05	891,038	22,950	0.979	22,477
Dec-05	932,772	24,421	0.989	24,162
Total	22,927,441	705,784		704,387

Notes:

- (2) From 2005 AIX70A
- (3) From 2005 AIX70A, adjusted for understatement of one insurer
- (4) From Exhibit 7
- (5) = (3) x (4)

TPL PD
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	664,113	49,591	1.000	49,591
Dec-91	679,549	54,227	1.000	54,227
Jun-92	673,639	44,448	1.000	44,448
Dec-92	684,401	53,077	1.000	53,077
Jun-93	676,614	45,369	1.000	45,369
Dec-93	689,033	50,251	1.000	50,251
Jun-94	684,315	47,116	1.000	47,116
Dec-94	695,319	51,273	1.000	51,273
Jun-95	693,764	45,821	1.000	45,821
Dec-95	707,679	55,675	1.000	55,667
Jun-96	700,304	51,556	1.000	51,553
Dec-96	714,960	60,095	1.000	60,091
Jun-97	707,357	55,892	1.000	55,886
Dec-97	729,707	57,527	1.000	57,518
Jun-98	742,218	56,265	1.000	56,257
Dec-98	752,276	64,414	1.000	64,388
Jun-99	744,289	56,650	1.000	56,627
Dec-99	762,051	63,915	1.000	63,890
Jun-00	779,522	66,254	1.000	66,232
Dec-00	806,913	75,086	1.000	75,072
Jun-01	818,814	66,078	1.000	66,062
Dec-01	843,165	80,369	1.000	80,342
Jun-02	840,857	84,301	0.998	84,171
Dec-02	854,182	85,801	0.997	85,585
Jun-03	848,707	80,069	0.996	79,733
Dec-03	864,885	78,420	0.993	77,870
Jun-04	862,877	73,821	0.994	73,367
Dec-04	882,121	84,504	0.993	83,933
Jun-05	891,038	83,205	1.000	83,167
Dec-05	932,772	81,487	1.184	96,497
Total	22,927,441	1,902,556		1,915,083

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

AB Funeral
Estimated Ultimate Incurred Counts
Incurred Counts Development Method

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	83	1.000	83
Dec-91	676,847	106	1.000	106
Jun-92	673,618	76	1.000	76
Dec-92	683,620	113	1.000	113
Jun-93	677,456	68	1.000	68
Dec-93	690,197	129	1.000	129
Jun-94	685,616	95	1.000	95
Dec-94	697,090	119	1.000	119
Jun-95	695,091	84	1.000	84
Dec-95	709,761	101	1.000	101
Jun-96	702,439	64	1.000	64
Dec-96	716,995	110	1.000	110
Jun-97	709,388	88	1.000	88
Dec-97	732,097	107	1.000	107
Jun-98	745,399	84	1.000	84
Dec-98	753,258	99	1.000	99
Jun-99	744,079	69	1.000	69
Dec-99	761,183	76	1.000	76
Jun-00	777,833	76	1.000	76
Dec-00	804,115	115	0.996	115
Jun-01	815,665	94	0.996	94
Dec-01	839,538	93	0.992	92
Jun-02	838,822	82	0.990	81
Dec-02	853,810	87	0.987	86
Jun-03	848,382	61	0.975	59
Dec-03	866,212	131	0.966	126
Jun-04	865,832	82	0.947	78
Dec-04	887,018	115	0.932	107
Jun-05	895,214	102	0.910	93
Dec-05	934,666	121	0.941	114
Total	22,934,738	2,830		2,792

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

AB Funeral
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	98	1.000	98
Dec-91	676,847	136	1.000	136
Jun-92	673,618	114	1.000	114
Dec-92	683,620	131	1.000	131
Jun-93	677,456	84	1.000	84
Dec-93	690,197	146	1.000	146
Jun-94	685,616	106	1.000	106
Dec-94	697,090	169	1.000	169
Jun-95	695,091	144	1.000	144
Dec-95	709,761	205	1.000	205
Jun-96	702,439	164	1.000	164
Dec-96	716,995	299	1.000	299
Jun-97	709,388	212	1.000	212
Dec-97	732,097	275	1.000	275
Jun-98	745,399	209	1.000	209
Dec-98	753,258	246	1.000	246
Jun-99	744,079	169	1.000	169
Dec-99	761,183	202	1.000	202
Jun-00	777,833	187	1.000	187
Dec-00	804,115	321	0.995	319
Jun-01	815,665	262	0.995	260
Dec-01	839,538	281	0.990	278
Jun-02	838,822	235	0.987	232
Dec-02	853,810	254	0.983	250
Jun-03	848,382	210	0.986	207
Dec-03	866,212	319	0.978	312
Jun-04	865,832	207	0.943	195
Dec-04	887,018	273	0.937	256
Jun-05	895,214	289	0.935	270
Dec-05	934,666	316	1.010	320
Total	22,934,738	6,264		6,196

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

**AB Death Benefit
Estimated Ultimate Incurred Counts
Incurred Counts Development Method**

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	50	1.000	50
Dec-91	676,847	115	1.000	115
Jun-92	673,618	55	1.000	55
Dec-92	683,620	77	1.000	77
Jun-93	677,456	51	1.000	51
Dec-93	690,197	88	1.000	88
Jun-94	685,616	72	1.000	72
Dec-94	697,090	83	1.000	83
Jun-95	695,091	54	1.000	54
Dec-95	709,761	62	1.000	62
Jun-96	702,439	43	1.000	43
Dec-96	716,995	65	1.000	65
Jun-97	709,388	49	1.000	49
Dec-97	732,097	82	1.000	82
Jun-98	745,399	58	1.000	58
Dec-98	753,258	73	1.000	73
Jun-99	744,079	53	1.000	53
Dec-99	761,183	59	1.000	59
Jun-00	777,833	55	1.000	55
Dec-00	804,115	86	1.000	86
Jun-01	815,665	61	1.000	61
Dec-01	839,538	74	1.003	74
Jun-02	838,822	69	1.005	69
Dec-02	853,810	68	1.005	68
Jun-03	848,382	60	0.995	60
Dec-03	866,212	87	0.979	85
Jun-04	865,832	56	0.963	54
Dec-04	887,018	73	0.968	71
Jun-05	895,214	66	0.970	64
Dec-05	934,666	79	0.996	79
Total	22,934,738	2,023		2,015

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

AB Death Benefit
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	335	1.000	335
Dec-91	676,847	664	1.000	664
Jun-92	673,618	466	1.000	466
Dec-92	683,620	609	1.000	609
Jun-93	677,456	432	1.000	432
Dec-93	690,197	656	1.000	656
Jun-94	685,616	645	1.000	645
Dec-94	697,090	789	1.000	789
Jun-95	695,091	651	1.000	651
Dec-95	709,761	829	1.000	829
Jun-96	702,439	962	1.000	962
Dec-96	716,995	1,309	1.000	1,309
Jun-97	709,388	869	1.000	869
Dec-97	732,097	1,464	1.000	1,464
Jun-98	745,399	904	1.000	904
Dec-98	753,258	1,317	1.000	1,317
Jun-99	744,079	802	1.000	802
Dec-99	761,183	1,276	1.000	1,276
Jun-00	777,833	1,211	1.000	1,211
Dec-00	804,115	1,956	0.984	1,924
Jun-01	815,665	1,621	1.005	1,629
Dec-01	839,538	1,036	1.011	1,048
Jun-02	838,822	1,292	1.015	1,311
Dec-02	853,810	1,502	1.009	1,516
Jun-03	848,382	1,027	1.016	1,043
Dec-03	866,212	1,611	1.009	1,626
Jun-04	865,832	991	0.992	983
Dec-04	887,018	1,696	0.997	1,692
Jun-05	895,214	1,262	0.985	1,243
Dec-05	934,666	1,508	1.195	1,801
Total	22,934,738	31,693		32,007

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

**AB All Medical Expense
Estimated Ultimate Incurred Counts
Incurred Counts Development Method**

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	3,985	1.000	3,985
Dec-91	676,847	4,612	1.000	4,612
Jun-92	673,618	4,074	1.000	4,074
Dec-92	683,620	5,343	1.000	5,343
Jun-93	677,456	4,760	1.000	4,760
Dec-93	690,197	5,644	1.000	5,644
Jun-94	685,616	5,386	1.000	5,386
Dec-94	697,090	6,405	1.000	6,405
Jun-95	695,091	5,824	1.000	5,824
Dec-95	709,761	7,295	1.000	7,295
Jun-96	702,439	6,806	1.000	6,806
Dec-96	716,995	7,790	1.000	7,790
Jun-97	709,388	7,430	1.000	7,430
Dec-97	732,097	7,919	1.000	7,919
Jun-98	745,399	7,679	1.000	7,679
Dec-98	753,258	8,776	1.000	8,776
Jun-99	744,079	7,925	1.000	7,925
Dec-99	761,183	8,612	1.000	8,612
Jun-00	777,833	8,048	1.000	8,048
Dec-00	804,115	8,429	1.000	8,429
Jun-01	815,665	7,545	1.000	7,545
Dec-01	839,538	8,621	1.000	8,619
Jun-02	838,822	8,213	0.999	8,206
Dec-02	853,810	7,928	0.999	7,917
Jun-03	848,382	6,929	0.998	6,913
Dec-03	866,212	6,890	0.996	6,864
Jun-04	865,832	6,637	0.995	6,601
Dec-04	887,018	8,368	0.991	8,291
Jun-05	895,214	9,012	0.959	8,646
Dec-05	934,666	11,657	0.801	9,332
Total	22,934,738	214,540		211,675

Notes:

- (2) From 2005 AIX70A
- (3) From 2005 AIX70A, adjusted for understatement of one insurer
- (4) From Exhibit 7
- (5) = (3) x (4)

**AB All Medical Expense
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s**

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	3,238	1.000	3,238
Dec-91	676,847	4,808	1.000	4,808
Jun-92	673,618	4,343	1.000	4,343
Dec-92	683,620	5,946	1.000	5,946
Jun-93	677,456	5,247	1.000	5,247
Dec-93	690,197	7,031	1.000	7,031
Jun-94	685,616	7,030	1.000	7,030
Dec-94	697,090	8,649	0.995	8,604
Jun-95	695,091	8,752	0.995	8,707
Dec-95	709,761	12,526	0.995	12,463
Jun-96	702,439	11,952	0.993	11,873
Dec-96	716,995	16,329	0.994	16,223
Jun-97	709,388	14,176	0.993	14,082
Dec-97	732,097	14,964	0.994	14,873
Jun-98	745,399	13,791	0.995	13,722
Dec-98	753,258	16,102	0.995	16,016
Jun-99	744,079	15,328	0.996	15,273
Dec-99	761,183	17,599	0.997	17,538
Jun-00	777,833	17,053	0.998	17,023
Dec-00	804,115	19,457	0.998	19,413
Jun-01	815,665	17,612	0.995	17,521
Dec-01	839,538	22,100	0.996	22,001
Jun-02	838,822	20,477	0.994	20,357
Dec-02	853,810	22,267	0.995	22,154
Jun-03	848,382	19,041	0.995	18,946
Dec-03	866,212	20,094	0.988	19,862
Jun-04	865,832	17,279	0.958	16,549
Dec-04	887,018	21,265	0.943	20,047
Jun-05	895,214	21,041	0.906	19,067
Dec-05	934,666	30,119	0.889	26,779
Total	22,934,738	435,618		426,735

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

AB All DI
Estimated Ultimate Incurred Counts
Incurred Counts Development Method

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	1,343	1.000	1,343
Dec-91	676,847	1,410	1.000	1,410
Jun-92	673,618	1,142	1.000	1,142
Dec-92	683,620	1,492	1.000	1,492
Jun-93	677,456	1,232	1.000	1,232
Dec-93	690,197	1,490	1.000	1,490
Jun-94	685,616	1,358	1.000	1,358
Dec-94	697,090	1,673	1.000	1,673
Jun-95	695,091	1,299	1.000	1,299
Dec-95	709,761	1,735	1.000	1,735
Jun-96	702,439	1,549	1.000	1,549
Dec-96	716,995	1,845	1.000	1,845
Jun-97	709,388	1,598	1.000	1,598
Dec-97	732,097	1,986	1.000	1,986
Jun-98	745,399	1,868	1.000	1,868
Dec-98	753,258	2,124	1.000	2,124
Jun-99	744,079	1,861	1.000	1,861
Dec-99	761,183	2,169	1.000	2,168
Jun-00	777,833	2,063	1.000	2,063
Dec-00	804,115	2,272	1.000	2,271
Jun-01	815,665	1,877	0.999	1,875
Dec-01	839,538	2,193	0.998	2,190
Jun-02	838,822	2,057	0.997	2,052
Dec-02	853,810	2,122	0.997	2,115
Jun-03	848,382	1,668	0.996	1,661
Dec-03	866,212	1,706	0.992	1,692
Jun-04	865,832	1,605	0.986	1,583
Dec-04	887,018	1,589	0.978	1,555
Jun-05	895,214	1,460	0.949	1,386
Dec-05	934,666	1,717	0.986	1,694
Total	22,934,738	51,503		51,309

Notes:

- (2) From 2005 AIX70A
- (3) From 2005 AIX70A, adjusted for understatement of one insurer
- (4) From Exhibit 7
- (5) = (3) x (4)

AB All DI
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	3,845	1.000	3,845
Dec-91	676,847	4,734	1.000	4,734
Jun-92	673,618	3,765	1.000	3,765
Dec-92	683,620	5,597	1.000	5,597
Jun-93	677,456	3,966	1.000	3,966
Dec-93	690,197	4,948	1.000	4,948
Jun-94	685,616	4,401	1.000	4,401
Dec-94	697,090	5,321	1.000	5,321
Jun-95	695,091	4,153	1.000	4,153
Dec-95	709,761	6,891	1.000	6,890
Jun-96	702,439	7,447	1.000	7,446
Dec-96	716,995	9,511	1.000	9,509
Jun-97	709,388	7,537	0.999	7,526
Dec-97	732,097	9,981	0.999	9,967
Jun-98	745,399	8,851	0.995	8,809
Dec-98	753,258	9,591	1.000	9,588
Jun-99	744,079	8,924	0.999	8,911
Dec-99	761,183	10,882	0.999	10,869
Jun-00	777,833	9,002	0.999	8,995
Dec-00	804,115	12,399	0.999	12,387
Jun-01	815,665	9,188	1.001	9,193
Dec-01	839,538	11,886	1.001	11,901
Jun-02	838,822	10,429	0.999	10,415
Dec-02	853,810	11,721	1.001	11,737
Jun-03	848,382	8,299	1.003	8,326
Dec-03	866,212	9,630	1.005	9,676
Jun-04	865,832	7,722	0.996	7,693
Dec-04	887,018	8,260	1.032	8,520
Jun-05	895,214	6,556	1.115	7,310
Dec-05	934,666	5,929	1.367	8,103
Total	22,934,738	231,365		234,501

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

AB Supp
Estimated Ultimate Incurred Counts
Incurred Counts Development Method

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	0	1.000	0
Dec-91	676,847	0	1.000	0
Jun-92	673,618	0	1.000	0
Dec-92	683,620	1	1.000	1
Jun-93	677,456	1	1.000	1
Dec-93	690,197	1	1.000	1
Jun-94	685,616	0	1.000	0
Dec-94	697,090	2	1.000	2
Jun-95	695,091	0	1.000	0
Dec-95	709,761	0	1.000	0
Jun-96	702,439	4	1.000	4
Dec-96	716,995	0	1.000	0
Jun-97	709,388	0	1.000	0
Dec-97	732,097	3	1.000	3
Jun-98	745,399	7	1.000	7
Dec-98	753,258	0	1.000	0
Jun-99	744,079	0	1.000	0
Dec-99	761,183	0	1.000	0
Jun-00	777,833	2	1.000	2
Dec-00	804,115	0	1.000	0
Jun-01	815,665	1	1.000	1
Dec-01	839,538	0	1.000	0
Jun-02	838,822	0	1.000	0
Dec-02	853,810	1	1.000	1
Jun-03	848,382	0	0.800	0
Dec-03	866,212	0	1.200	0
Jun-04	865,832	0	1.200	0
Dec-04	887,018	0	1.200	0
Jun-05	895,214	0	1.271	0
Dec-05	934,666	0	1.440	0
Total	22,934,738	23		23

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

AB Supp
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	0	1.000	0
Dec-91	676,847	0	1.000	0
Jun-92	673,618	1	1.000	1
Dec-92	683,620	2	1.000	2
Jun-93	677,456	1	1.000	1
Dec-93	690,197	24	1.000	24
Jun-94	685,616	0	1.000	0
Dec-94	697,090	4	1.000	4
Jun-95	695,091	0	1.000	0
Dec-95	709,761	0	1.000	0
Jun-96	702,439	11	1.000	11
Dec-96	716,995	0	1.000	0
Jun-97	709,388	1	1.000	1
Dec-97	732,097	27	1.000	27
Jun-98	745,399	276	1.000	276
Dec-98	753,258	0	1.000	0
Jun-99	744,079	0	1.000	0
Dec-99	761,183	0	1.000	0
Jun-00	777,833	1	1.000	1
Dec-00	804,115	1	1.000	1
Jun-01	815,665	1	1.000	1
Dec-01	839,538	0	1.000	0
Jun-02	838,822	0	1.000	0
Dec-02	853,810	0	1.000	0
Jun-03	848,382	0	1.000	0
Dec-03	866,212	0	1.000	0
Jun-04	865,832	0	1.000	0
Dec-04	887,018	0	1.000	0
Jun-05	895,214	0	1.000	0
Dec-05	934,666	0	1.000	0
Total	22,934,738	351		351

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

**AB Uninsured
Estimated Ultimate Incurred Counts
Incurred Counts Development Method**

Accident Semester	Car-Years as of 12/31/2005	Claim Counts as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Counts
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	8	1.000	8
Dec-91	676,847	18	1.000	18
Jun-92	673,618	3	1.000	3
Dec-92	683,620	5	1.000	5
Jun-93	677,456	4	1.000	4
Dec-93	690,197	3	1.000	3
Jun-94	685,616	3	1.000	3
Dec-94	697,090	8	1.000	8
Jun-95	695,091	6	1.000	6
Dec-95	709,761	8	1.000	8
Jun-96	702,439	4	1.000	4
Dec-96	716,995	6	1.000	6
Jun-97	709,388	4	1.000	4
Dec-97	732,097	3	1.000	3
Jun-98	745,399	7	1.000	7
Dec-98	753,258	4	1.000	4
Jun-99	744,079	5	1.000	5
Dec-99	761,183	6	1.000	6
Jun-00	777,833	7	1.000	7
Dec-00	804,115	7	1.000	7
Jun-01	815,665	4	1.000	4
Dec-01	839,538	7	1.000	7
Jun-02	838,822	3	1.000	3
Dec-02	853,810	9	1.000	9
Jun-03	848,382	8	1.000	8
Dec-03	866,212	7	1.032	7
Jun-04	865,832	10	1.241	12
Dec-04	887,018	4	1.241	5
Jun-05	895,214	8	1.227	10
Dec-05	934,666	9	1.627	15
Total	22,934,738	188		199

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

**AB Uninsured
Estimated Ultimate Incurred Losses
Incurred Losses Development Method
Losses in \$ 000s**

Accident Semester	Car-Years as of 12/31/2005	Losses as of 12/31/2005	Cumulative Development Factors	Estimated Ultimate Incurred Losses
(1)	(2)	(3)	(4)	(5)
Jun-91	653,497	31	1.000	31
Dec-91	676,847	265	1.000	265
Jun-92	673,618	42	1.000	42
Dec-92	683,620	97	1.000	97
Jun-93	677,456	116	1.000	116
Dec-93	690,197	48	1.000	48
Jun-94	685,616	326	1.000	326
Dec-94	697,090	165	1.000	165
Jun-95	695,091	80	1.000	80
Dec-95	709,761	96	1.000	96
Jun-96	702,439	186	1.000	186
Dec-96	716,995	233	1.000	233
Jun-97	709,388	333	1.000	333
Dec-97	732,097	273	1.000	273
Jun-98	745,399	274	1.000	274
Dec-98	753,258	87	1.000	87
Jun-99	744,079	34	1.000	34
Dec-99	761,183	552	1.000	552
Jun-00	777,833	263	1.000	263
Dec-00	804,115	72	1.000	72
Jun-01	815,665	90	1.000	90
Dec-01	839,538	306	1.000	306
Jun-02	838,822	101	1.000	101
Dec-02	853,810	196	1.000	196
Jun-03	848,382	115	0.875	101
Dec-03	866,212	38	0.976	37
Jun-04	865,832	109	1.254	137
Dec-04	887,018	154	1.230	189
Jun-05	895,214	35	1.776	61
Dec-05	934,666	12	3.325	39
Total	22,934,738	4,729		4,831

Notes:

(2) & (3) From 2005 AIX70A

(4) From Exhibit 7

(5) = (3) x (4)

Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review

Loss Development Factors

Bodily Injury

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	576,765	590,957	1.025
2002	608,897	635,156	1.043
2003	523,718	570,840	1.090
2004	406,054	476,805	1.174
2005	286,245	403,002	1.408

Property Damage

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	146,447	146,404	1.000
2002	170,103	169,756	0.998
2003	158,489	157,603	0.994
2004	158,324	157,301	0.994
2005	164,692	179,664	1.091

Funeral

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	543	539	0.992
2002	489	482	0.985
2003	530	520	0.981
2004	480	451	0.940
2005	605	589	0.974

Death Benefit

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	2,658	2,677	1.007
2002	2,794	2,827	1.012
2003	2,638	2,669	1.012
2004	2,688	2,675	0.995
2005	2,769	3,045	1.099

Medical Rehabilitation

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	39,711	39,522	0.995
2002	42,744	42,511	0.995
2003	39,135	38,807	0.992
2004	38,544	36,595	0.949
2005	51,161	45,847	0.896

Disability Income

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	21,074	21,094	1.001
2002	22,150	22,152	1.000
2003	17,929	18,002	1.004
2004	15,982	16,213	1.014
2005	12,485	15,414	1.235

Supplementary

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	1	1	1.000
2002	0	0	1.000
2003	0	0	1.000
2004	0	0	1.000
2005	0	0	1.000

Uninsured Motorist

Accident Year	Incurred Losses as of 12/31/05 (\$000)	Estimated Ultimate Losses (\$000)	LDF to Ultimate
(1)	(2)	(3)	(4)
2001	396	396	1.000
2002	297	297	1.000
2003	154	138	0.900
2004	263	326	1.240
2005	46	100	2.169

Notes:

(2) & (3) From Exhibit 6, Pages 1 - 16
(4) = (3) / (2)

Province of Alberta
Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
AB Funeral
Reported Counts
Data as of 12/31/2005

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180
	(1)																														
Jun-91	653,497	83	89	89	87	86	84	84	84	84	84	84	84	84	83	83	83	83	83	83	83	83	83	83	83	83	83	83	83	83	83
Dec-91	676,847	112	113	115	113	111	108	107	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106
Jun-92	673,618	83	83	80	77	77	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76
Dec-92	683,620	112	116	117	118	115	115	115	115	114	114	113	113	113	113	113	113	113	113	113	113	113	113	113	113	113	113	113	113	113	113
Jun-93	677,456	71	74	73	72	70	69	69	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68
Dec-93	690,197	132	134	136	134	134	133	130	130	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129	129
Jun-94	685,616	91	101	102	97	96	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95	95
Dec-94	697,090	134	131	124	127	126	124	123	120	120	120	120	120	119	119	119	119	119	119	119	119	119	119	119	119	119	119	119	119	119	119
Jun-95	695,091	88	93	91	88	85	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84
Dec-95	709,761	111	112	104	104	102	102	102	103	103	101	101	101	101	101	101	101	101	101	101	101	101	101	101	101	101	101	101	101	101	101
Jun-96	702,439	72	69	68	69	69	68	68	67	65	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64
Dec-96	716,995	108	116	114	113	111	111	111	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110
Jun-97	709,388	81	89	94	93	92	91	91	90	90	89	89	89	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88
Dec-97	732,097	113	117	117	115	110	109	109	109	108	108	107	107	107	107	107	107	107	107	107	107	107	107	107	107	107	107	107	107	107	107
Jun-98	745,399	91	91	91	91	87	86	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84
Dec-98	753,258	96	106	105	105	100	100	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99	99
Jun-99	744,079	71	77	74	73	72	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69
Dec-99	761,163	83	80	80	78	77	77	77	77	77	77	77	77	77	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76
Jun-00	777,833	71	80	80	80	80	80	79	78	78	77	77	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76	76
Dec-00	804,115	118	130	124	123	120	118	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115
Jun-01	815,665	88	99	96	97	96	96	95	95	95	94	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93
Dec-01	839,538	102	105	102	101	100	97	95	94	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93	93
Jun-02	838,822	89	87	83	80	80	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82
Dec-02	853,810	97	96	91	91	88	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87
Jun-03	848,382	70	69	67	66	62	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61
Dec-03	866,212	128	135	136	133	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131
Jun-04	865,832	78	85	83	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82
Dec-04	887,018	105	117	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115
Jun-05	895,214	106	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102
Dec-05	934,666	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121	121

Province of Alberta
 Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
 AB Funeral
 Incurred Losses
 Data as of 12/31/2005
 Losses in \$ 000s

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180		
	(1)																																
Jun-91	653,497	119	112	104	101	99	97	97	97	97	97	99	99	99	98	98	98	98	98	98	98	98	98	98	98	98	98	98	98	98	98	98	
Dec-91	676,847	154	151	148	147	144	139	138	137	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	136	
Jun-92	673,618	122	119	120	116	116	115	115	115	115	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	114	
Dec-92	683,620	146	133	135	136	132	134	134	134	134	132	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	131	
Jun-93	677,456	90	93	91	89	86	85	85	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	84	
Dec-93	690,197	162	165	162	169	160	159	155	153	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	146	
Jun-94	685,616	98	119	115	109	115	108	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	106	
Dec-94	697,090	165	181	180	187	182	183	176	171	170	170	170	170	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	
Jun-95	695,091	114	148	149	149	142	148	147	147	149	149	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144	144	
Dec-95	709,761	204	223	208	204	214	221	213	216	229	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	205	
Jun-96	702,439	173	183	179	213	208	207	205	203	166	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	164	
Dec-96	716,995	250	279	286	304	285	287	351	305	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	299	
Jun-97	709,388	203	223	228	225	222	220	220	218	218	216	216	216	212	212	212	212	212	212	212	212	212	212	212	212	212	212	212	212	212	212	212	
Dec-97	732,097	268	288	293	288	281	279	279	279	277	277	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275	275	
Jun-98	745,399	213	225	224	222	216	211	207	207	207	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	209	
Dec-98	753,258	234	261	278	259	251	251	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	246	
Jun-99	744,079	180	193	182	180	175	169	170	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	169	
Dec-99	761,163	197	234	209	207	205	205	205	205	205	205	205	205	202	202	202	202	202	202	202	202	202	202	202	202	202	202	202	202	202	202	202	
Jun-00	777,833	212	207	201	204	204	202	198	196	196	191	191	187																				
Dec-00	804,115	280	336	327	324	317	308	322	321	321	321	321	321																				
Jun-01	815,665	234	275	278	285	268	267	265	264	264	262																						
Dec-01	839,538	259	298	287	292	284	291	287	285	281																							
Jun-02	838,822	211	238	240	235	235	234	235	235																								
Dec-02	853,810	260	287	271	271	259	255	254																									
Jun-03	848,382	217	237	236	225	216	210																										
Dec-03	866,212	316	324	343	332	319																											
Jun-04	865,832	193	197	194	207																												
Dec-04	887,018	263	278	273																													
Jun-05	895,214	245	289																														
Dec-05	934,666	316																															

Province of Alberta
 Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
 AB Death Benefit
 Reported Counts
 Data as of 12/31/2005

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180		
	(1)																																
Jun-91	653,497	57	54	57	53	53	51	51	51	51	51	51	51	50	50	50	50	50	50	50	50	50	50	50	50	50	50	50	50	50	50		
Dec-91	676,847	89	95	109	122	119	117	117	116	116	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	115	50		
Jun-92	673,618	59	60	60	58	57	56	56	56	56	56	56	56	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55			
Dec-92	683,620	92	82	79	80	78	78	78	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77	77			
Jun-93	677,456	53	53	53	53	53	52	52	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51	51			
Dec-93	690,197	90	91	92	90	89	91	90	90	89	89	89	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88	88			
Jun-94	685,616	70	74	78	73	73	73	73	73	73	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72			
Dec-94	697,090	98	97	92	91	93	87	85	84	84	84	84	84	83	83	83	83	83	83	83	83	83	83	83	83	83	83	83	83	83			
Jun-95	695,091	64	66	59	58	57	56	55	55	55	55	55	55	54	54	54	54	54	54	54	54	54	54	54	54	54	54	54	54	54			
Dec-95	709,761	73	75	69	65	64	63	63	64	63	62	62	62	62	62	62	62	62	62	62	62	62	62	62	62	62	62	62	62	62			
Jun-96	702,439	52	52	48	46	44	44	45	45	44	43	43	43	43	43	43	43	43	43	43	43	43	43	43	43	43	43	43	43	43			
Dec-96	716,995	77	72	73	70	66	66	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65	65			
Jun-97	709,388	55	60	55	52	54	51	50	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49			
Dec-97	732,097	88	88	90	91	82	84	82	82	82	82	81	81	81	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82	82			
Jun-98	745,399	64	71	65	65	63	61	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58	58		
Dec-98	753,258	75	84	75	78	74	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73		
Jun-99	744,079	53	57	55	56	56	54	54	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53	53		
Dec-99	761,163	63	55	65	64	63	62	62	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64	64		
Jun-00	777,833	58	61	59	58	56	56	56	55	56	56	56	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55	55		
Dec-00	804,115	84	87	89	89	90	88	85	85	85	86	86	86	86	86	86	86	86	86	86	86	86	86	86	86	86	86	86	86	86	86		
Jun-01	815,665	70	69	66	65	65	62	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61	61		
Dec-01	839,538	71	77	83	81	79	76	75	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74	74		
Jun-02	838,822	58	64	65	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69	69		
Dec-02	853,810	71	69	65	66	66	67	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68	68		
Jun-03	848,382	72	63	62	62	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60	60		
Dec-03	866,212	90	93	92	90	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87	87		
Jun-04	865,832	57	50	55	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56	56		
Dec-04	887,018	71	72	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73	73		
Jun-05	895,214	64	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66	66		
Dec-05	934,666	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	79	

Province of Alberta
Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
AB Death Benefit
Incurred Losses
Data as of 12/31/2005
Losses in \$ 000s

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180	
	(1)																															
Jun-91	653,497	414	364	374	364	348	336	345	345	345	345	345	345	335	335	335	335	335	335	335	335	335	335	335	335	335	335	335	335	335	335	
Dec-91	676,847	748	712	758	770	694	663	665	665	666	667	664	664	664	664	664	664	664	664	664	664	664	664	664	664	664	664	664	664	664	664	
Jun-92	673,618	494	496	469	472	478	471	471	471	471	471	471	471	471	466	466	466	466	466	466	466	466	466	466	466	466	466	466	466	466		
Dec-92	683,620	686	689	639	628	614	610	610	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609	609		
Jun-93	677,456	394	432	451	455	455	445	442	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432	432		
Dec-93	690,197	695	797	799	768	755	756	741	691	687	670	670	656	656	656	656	656	656	656	656	656	656	656	656	656	656	656	656	656	656		
Jun-94	685,616	604	645	656	642	639	642	617	650	651	645	645	645	645	645	645	645	645	645	645	645	645	645	645	645	645	645	645	645	645		
Dec-94	697,090	925	951	976	964	926	867	823	807	807	805	805	805	789	789	789	789	789	789	789	789	789	789	789	789	789	789	789	789	789		
Jun-95	695,091	599	678	678	689	666	669	670	670	670	673	673	670	651	651	651	651	651	651	651	651	651	651	651	651	651	651	651	651	651		
Dec-95	709,761	896	959	898	870	880	912	912	911	909	829	829	829	829	829	829	829	829	829	829	829	829	829	829	829	829	829	829	829	829		
Jun-96	702,439	1,015	1,114	1,133	1,062	995	996	1,005	994	995	962	962	962	962	962	962	962	962	962	962	962	962	962	962	962	962	962	962	962	962		
Dec-96	716,995	1,041	1,197	1,480	1,452	1,366	1,379	1,334	1,307	1,307	1,311	1,311	1,309	1,309	1,309	1,309	1,309	1,311	1,309	1,309	1,311	1,309	1,309	869	869	869	869	869	869			
Jun-97	709,388	719	844	975	931	953	912	879	869	870	869	869	869	869	869	869	869	869	869	869	869	869	869	869	869	869	869	869	869	869		
Dec-97	732,097	1,384	1,481	1,512	1,571	1,463	1,462	1,455	1,453	1,453	1,453	1,416	1,416	1,416	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464	1,464		
Jun-98	745,399	975	1,105	996	1,017	945	935	912	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904	904		
Dec-98	753,258	1,137	1,542	1,378	1,428	1,364	1,350	1,350	1,350	1,322	1,322	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317	1,317		
Jun-99	744,079	670	967	891	856	850	812	812	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802	802		
Dec-99	761,163	1,015	1,059	1,186	1,212	1,185	1,174	1,194	1,192	1,220	1,237	1,401	1,311	1,276																		
Jun-00	777,833	954	1,146	1,091	1,289	1,227	1,227	1,241	1,234	1,236	1,236	1,236	1,211																			
Dec-00	804,115	2,021	2,124	2,008	1,952	1,976	1,924	1,920	1,913	1,914	1,956	1,956																				
Jun-01	815,665	1,002	1,695	1,649	1,612	1,658	1,629	1,625	1,630	1,630	1,621																					
Dec-01	839,538	1,097	1,209	1,250	1,162	1,107	1,072	1,071	1,036	1,036																						
Jun-02	838,822	1,016	1,213	1,218	1,254	1,259	1,276	1,292	1,292																							
Dec-02	853,810	1,253	1,458	1,416	1,440	1,425	1,469	1,502																								
Jun-03	848,382	988	1,088	1,063	1,038	1,027	1,027																									
Dec-03	866,212	1,638	1,782	1,593	1,722	1,611																										
Jun-04	865,832	848	889	1,025	991																											
Dec-04	887,018	1,064	1,678	1,696																												
Jun-05	895,214	1,130	1,262																													
Dec-05	934,666	1,508																														

Incurred Loss Development Factors

Accident Semester	6-12	12-18	18-24	24-30	30-36	36-42	42-48	48-54	54-60	60-66	66-72	72-78	78-84	84-90	90-96	96-102	102-108	108-114	114-120	120-126	126-132	132-138	138-144	144-150	150-156	156-162	162-168	168-174	174-180	180-Ultimate	
Jun-91	0.940	1.038	0.978	0.909	0.962	0.988	0.986	0.989	0.997	0.997	0.999	1.001	0.999	1.000	1.000	1.000	1.001	0.999	1.000	0.998	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Dec-91	1.013	1.026	1.028	0.921	0.969	0.991	0.985	0.991	0.995	1.005	0.999	1.002	0.998	0.999	0.999	1.000	0.999	1.000	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Jun-92	0.915	1.029	1.000	0.888	0.966	0.980	0.997	1.003	1.065	0.958	1.003	1.055	0.940	1.068	1.000	1.008	1.000	1.000	1.066	0.961	1.000	1.001	0.960	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Dec-92	1.060	0.995	0.999	0.890	0.946	1.001	0.997	1.000	1.002	1.012	0.994	1.000	0.997	1.000	1.000	1.001	0.999	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Jun-93	0.973	1.029	0.992	0.926	0.984	0.989	0.987	1.008	0.994	0.972	0.998	0.998	0.999	1.000	0.999	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Dec-93	1.032	0.999	0.963	0.937	0.959	0.990	0.998	0.992	0.999	1.002	0.997	0.994	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Jun-94	1.059	1.029	1.004	0.898	0.982	0.997	0.999	0.995	0.998	1.000	0.999	1.002	0.998	1.000	1.000	1.000	0.999	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Dec-94	1.110	0.989	0.990	0.902	0.977	0.994	0.994	0.996	0.997	1.000	1.003	0.997	1.000	1.018	0.986	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Jun-95	1.093	0.957	0.955	0.930	0.979	0.992	1.011	0.986	1.058	0.945	0.999	0.999	0.999	1.022	1.000	1.000	1.001	0.999	1.001	0.992	1.000										
Dec-95	1.064	0.894	0.990	0.945	0.980	0.985	0.998	1.002	0.997	0.999	1.003	1.005	0.995	1.001	1.000	1.002	1.003	0.999	1.000	1.000											
Jun-96	0.972	0.986	0.961	0.932	0.980	0.994	1.038	0.956	0.999	1.000	1.002	1.000	1.000	1.001	1.003	1.004	1.000	1.000	1.000												
Dec-96	1.047	0.972	0.993	0.946	0.984	0.998	0.995	0.999	1.002	1.006	1.001	1.000	1.000	1.000	0.996	1.000	1.000	1.000	1.000												
Jun-97	1.070	0.947	0.977	0.956	1.035	0.946	1.009	0.997	1.000	0.996	1.006	0.999	0.999	1.004	1.000	1.000	1.000	1.000													
Dec-97	0.959	0.921	0.990	0.939	0.962	0.992	1.012	1.002	1.001	0.998	0.997	1.008	1.006	1.006	1.000	1.001															
Jun-98	0.922	0.927	1.006	0.954	1.009	0.997	0.999	1.005	0.970	1.000	0.998	0.998	0.995	1.000	1.000																
Dec-98	0.941	0.944	0.992	0.951	0.980	1.003	1.014	0.999	0.997	0.994	1.000	0.999	1.001	1.000																	
Jun-99	0.985	0.986	0.982	0.964	0.985	1.000	1.009	0.998	1.001	0.999	1.001	1.000	0.999																		
Dec-99	0.940	0.977	1.024	0.968	0.991	0.994	0.999	0.996	1.008	0.991	1.001	1.005																			
Jun-00	0.926	1.000	1.049	0.955	0.989	0.998	1.007	0.997	0.998	0.998	0.999																				
Dec-00	1.021	0.996	1.003	0.955	0.987	0.996	1.005	0.999	1.000	1.002																					
Jun-01	0.955	0.993	0.998	0.950	1.013	1.000	0.988	0.999	0.999																						
Dec-01	1.067	0.938	0.981	0.970	0.984	1.000	1.003	1.002																							
Jun-02	0.970	0.969	0.994	0.972	0.992	1.002	1.001																								
Dec-02	1.041	0.969	0.989	0.964	0.990	1.003																									
Jun-03	0.939	0.965	0.989	0.973	0.998																										
Dec-03	0.957	0.952	0.979	0.985																											
Jun-04	0.914	0.972	0.972																												
Dec-04	0.872	0.942																													
Jun-05	0.825																														

Average Incurred Loss Development Factors

	6-12	12-18	18-24	24-30	30-36	36-42	42-48	48-54	54-60	60-66	66-72	72-78	78-84	84-90	90-96	96-102	102-108	108-114	114-120	120-126	126-132	132-138	138-144	144-150	150-156	156-162	162-168	168-174	174-180	180-Ultimate	
<u>Arithmetic Averages</u>																															
All Semesters	0.986	0.977	0.992	0.942	0.983	0.993	1.001	0.996	1.004	0.994	1.000	1.003	0.996	1.007	0.999	1.001	1.000	1.000	1.006	0.995	1.000	1.000	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
6 Semesters	0.924	0.962	0.984	0.969	0.994	1.000	1.001	0.998	1.001	0.997	0.999	1.002	1.000	1.002	1.000	1.001	1.001	1.000	1.000	0.999	1.000	1.000	0.993	1.000							
4 Semesters	0.892	0.958	0.982	0.973	0.991	1.001	0.999	0.999	1.002	0.997	1.000	1.001	1.000	1.002	0.999	1.001	1.001	1.000	1.000	0.998	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
2 Semesters	0.848	0.957	0.976	0.979	0.994	1.003	1.002	1.000	1.000	1.000	1.000	1.002	1.000	1.000	1.000	1.001	1.000	1.000	1.000	0.996	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
All Semester ex hilo	0.987	0.977	0.991	0.942	0.983	0.995	1.000	0.997	1.002	0.995	1.000	1.001	0.999	1.004	1.000	1.001	1.000	1.000	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
6 Semesters ex hilo	0.920	0.964	0.985	0.970	0.992	1.000	1.002	0.998	1.000	0.998	0.999	1.001	1.000	1.001	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000						
<u>Weighted Averages</u>																															
All Semesters	0.974	0.967	0.992	0.951	0.988	0.994	1.003	0.997	1.001	0.995	1.000	1.002	0.998	1.005	0.999	1.001	1.000	1.000	1.004	0.996	1.000	1.000	0.995	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
6 Semester	0.922	0.961	0.984	0.969	0.993	1.000	1.001	0.999	1.001	0.997	0.999	1.002	1.000	1.002	1.000	1.001	1.001	1.000	1.000	0.998	1.000	1.000	0.995	1.000							
4 Semester	0.888	0.957	0.983	0.973	0.991	1.002	1.000	0.999	1.002	0.997	1.000	1.001	1.000	1.002	0.999	1.001	1.001	1.000	1.000	0.998	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
2 Semester	0.848	0.955	0.976	0.979	0.994	1.003	1.002	1.001	1.000	1.000	1.000	1.003	1.000	1.000	1.000	1.001	1.000	1.000	1.000	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Last 4 Semesters ending in 12	0.981	0.950	0.988																												
Last 4 Semesters ending in 6	0.909	0.974	0.989																												
Selected																															
Age To Age	0.981	0.961	0.984	0.969	0.993	1.000	1.001	0.999	1.001	0.997	0.999	1.002	1.000	1.002	1.000	1.001	1.001	1.000	1.000	0.998	1.000	1.000	0.995	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Age to Ultimate	0.889	0.906	0.943	0.958	0.988	0.995	0.994	0.996	0.995	0.998	0.998	0.997	0.996	0.995	0.995	0.994	0.993	0.994	0.993	0.993	0.995	0.995	0.995	1.000	1.000	1.000	1.000	1.000	1.000	1.000	

Reported Count Development Factors

Accident Semester *	6-12	12-18	18-24	24-30	30-36	36-42	42-48	48-54	54-60	60-66	66-72	72-78	78-84	84-90	90-96	96-102	102-108	108-114	114-120	120-126	126-132	132-138	138-144	144-150	150-156	156-162	162-168	168-174	174-180	180-Ultimate
Jun-91	1.005	0.990	0.980	0.981	0.993	0.996	0.999	0.999	0.999	0.999	0.999	1.000	1.000	1.001	0.999	1.000	1.000	1.000	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-91	0.970	0.964	0.960	0.994	0.992	0.995	1.000	0.999	0.999	0.999	0.999	1.000	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-92	0.988	0.943	0.976	0.985	0.996	0.998	1.002	0.997	0.998	0.999	1.000	1.000	1.002	1.001	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-92	0.997	0.973	0.999	0.981	0.990	0.995	0.998	0.998	0.999	0.999	0.999	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-93	1.030	0.982	0.983	0.992	0.996	0.994	0.998	0.998	0.999	1.000	1.000	1.000	0.998	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	0.999
Dec-93	1.077	0.951	0.984	0.983	0.989	0.996	0.999	0.997	1.000	0.999	1.000	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-94	1.020	0.963	0.991	0.999	0.992	1.000	1.000	0.999	1.001	1.000	0.999	1.000	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-94	1.131	0.967	1.007	0.981	0.995	0.998	0.998	1.000	0.998	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-95	1.047	0.975	0.979	0.989	0.993	0.994	0.999	0.998	0.998	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-95	1.140	0.969	0.991	0.982	1.002	0.990	1.001	0.998	1.001	0.999	1.000	1.000	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-96	1.073	0.985	0.990	0.996	0.997	0.997	0.999	0.997	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-96	1.144	0.954	0.996	0.992	0.995	0.998	0.998	0.999	0.998	1.001	1.000	0.999	0.999	1.000	1.001	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-97	1.156	0.981	0.990	0.990	0.994	0.995	0.998	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-97	1.158	0.980	1.003	0.993	0.995	0.998	0.997	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-98	1.077	0.984	0.986	0.997	0.993	0.997	0.998	1.000	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-98	1.116	0.970	0.994	0.994	0.995	0.999	1.000	0.999	1.000	0.999	1.000	1.000	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-99	1.130	0.973	0.997	0.991	0.996	1.000	1.000	0.999	0.999	1.001	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-99	1.146	0.991	0.998	0.986	0.997	0.998	1.000	0.998	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-00	1.141	0.992	0.993	0.995	0.995	0.999	0.999	1.000	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-00	1.171	0.962	0.993	0.995	0.994	1.000	1.000	0.999	1.000	0.999	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-01	1.083	0.972	1.004	0.996	0.992	1.000	0.999	0.998	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-01	1.039	0.975	0.991	0.995	0.997	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-02	1.036	0.969	0.985	0.997	0.998	0.998	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-02	1.076	0.957	0.995	0.993	0.997	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-03	1.030	0.969	0.985	0.993	0.997	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-03	0.995	0.969	0.997	0.992	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-04	1.028	0.977	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Dec-04	1.042	0.985	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Jun-05	0.994	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

Average Incurred Count Development Factors

	6-12	12-18	18-24	24-30	30-36	36-42	42-48	48-54	54-60	60-66	66-72	72-78	78-84	84-90	90-96	96-102	102-108	108-114	114-120	120-126	126-132	132-138	138-144	144-150	150-156	156-162	162-168	168-174	174-180	180-Ultimate
Arithmetic Averages																														
All Semesters	1.070	0.973	0.990	0.991	0.995	0.997	0.999	0.999	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
6 Semesters	1.027	0.971	0.992	0.994	0.996	0.999	0.999	0.999	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
4 Semesters	1.015	0.975	0.994	0.994	0.998	0.999	0.999	0.999	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2 Semesters	1.018	0.981	0.998	0.992	0.998	0.998	0.999	0.999	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
All Semester ex hilo	1.070	0.973	0.991	0.991	0.995	0.997	0.999	0.999	0.999	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
6 Semesters ex hilo	1.024	0.971	0.992	0.994	0.997	0.999	0.999	0.999	1.000	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Weighted Averages																														
All Semesters	1.074	0.973	0.991	0.991	0.995	0.997	0.999	0.999	0.999	0.999	1.000	1.000	1.000	1.00																

**Province of Alberta
Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
AB Supp
Reported Counts
Data as of 12/31/2005**

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180	
	(1)																															
Jun-91	653,497	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-91	676,847	1	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-92	673,618	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-92	683,620	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1
Jun-93	677,456	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1
Dec-93	690,197	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1
Jun-94	685,616	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-94	697,090	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2
Jun-95	695,091	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-95	709,761	0	0	0	0	0	0	0	0	0	1	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-96	702,439	0	0	0	0	0	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4
Dec-96	716,995	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-97	709,388	0	0	0	1	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-97	732,097	1	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3
Jun-98	745,399	4	6	6	6	6	6	6	6	6	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7
Dec-98	753,258	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-99	744,079	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-99	761,163	1	0	0	1	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-00	777,833	1	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2
Dec-00	804,115	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-01	815,665	0	1	1	1	1	2	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1
Dec-01	839,538	1	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-02	838,822	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-02	853,810	0	0	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1
Jun-03	848,382	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-03	866,212	1	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-04	865,832	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-04	887,018	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Jun-05	895,214	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Dec-05	934,666	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Province of Alberta
 Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
 AB Supp
 Incurred Losses
 Data as of 12/31/2005
 Losses in \$ 000s

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180	
	(1)																															
Jun-91	653,497	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-91	676,847	2	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-92	673,618	0	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	
Dec-92	683,620	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	
Jun-93	677,456	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	
Dec-93	690,197	29	40	24	24	24	24	24	24	24	24	24	24	26	24	24	24	24	24	24	24	24	24	24	24	24	24	24	24	24	24	
Jun-94	685,616	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-94	697,090	5	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	
Jun-95	695,091	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-95	709,761	0	0	0	0	0	0	0	0	0	0	8	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-96	702,439	0	0	0	0	0	12	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11	
Dec-96	716,995	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-97	709,388	0	0	0	1	0	0	0	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	
Dec-97	732,097	5	15	36	15	15	15	15	15	15	15	15	15	27	27	27	27	27	27	27	27	27	27	27	27	27	27	27	27	27	27	
Jun-98	745,399	10	14	14	14	14	14	14	14	14	14	276	276	276	276	276	276	276	276	276	276	276	276	276	276	276	276	276	276	276	276	
Dec-98	753,258	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-99	744,079	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-99	761,163	3	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-00	777,833	4	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	
Dec-00	804,115	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	
Jun-01	815,665	8	4	1	1	1	31	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	
Dec-01	839,538	15	2	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-02	838,822	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-02	853,810	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-03	848,382	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-03	866,212	2	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-04	865,832	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-04	887,018	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun-05	895,214	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Dec-05	934,666	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	

Province of Alberta
 Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
 AB Uninsured
 Reported Counts
 Data as of 12/31/2005

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180	
	(1)																															
Jun-91	653,497	7	10	11	11	11	11	10	10	10	8	8	8	9	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	
Dec-91	676,847	7	14	16	16	17	18	20	19	19	20	20	20	20	19	18	18	18	18	18	18	18	18	18	18	18	18	18	18	18		
Jun-92	673,618	4	4	5	4	8	8	8	6	4	4	4	4	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3	3		
Dec-92	683,620	1	2	4	7	7	9	8	9	7	8	8	9	8	6	6	6	6	6	6	6	6	6	6	6	6	5	5				
Jun-93	677,456	3	1	2	3	5	7	7	6	6	6	6	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4		
Dec-93	690,197	5	8	8	6	7	10	8	8	6	4	4	4	4	4	4	4	4	3	4	4	4	4	3	3	3						
Jun-94	685,616	3	4	3	2	3	2	2	2	2	2	2	2	2	2	2	3	2	4	3	3	3	3	3	3	3	3	3	3	3		
Dec-94	697,090	5	8	8	8	11	10	9	8	8	9	9	9	9	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8		
Jun-95	695,091	3	6	6	5	6	8	9	9	9	8	8	7	7	6	6	6	6	6	6	6	6	6	6	6	6	6	6	6	6		
Dec-95	709,761	5	6	7	9	10	9	8	8	8	8	8	8	8	7	8	8	8	8	8	8	8	8	8	8	8	8	8	8	8		
Jun-96	702,439	4	4	5	5	5	4	5	5	6	6	5	5	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4		
Dec-96	716,995	14	14	6	7	8	12	11	12	11	11	8	7	7	7	6	6	6	6	6	6	6	6	6	6	6	6	6	6	6		
Jun-97	709,388	5	3	9	7	10	8	9	7	7	5	5	5	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4	4		
Dec-97	732,097	1	9	6	4	6	6	7	6	6	6	6	6	4	4	4	4	3														
Jun-98	745,399	12	11	9	8	8	9	10	8	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7	7		
Dec-98	753,258	11	10	10	8	6	3	4	8	8	5	6	4	4	4	4																
Jun-99	744,079	5	7	6	6	7	10	8	8	7	5	5	5	7	5																	
Dec-99	761,163	3	3	2	2	6	6	4	4	5	5	5	6	6																		
Jun-00	777,833	3	5	4	4	6	6	8	6	7	8	8	7																			
Dec-00	804,115	4	5	8	9	9	8	8	8	7	7	7																				
Jun-01	815,665	1	2	2	2	3	3	4	5	6	4																					
Dec-01	839,538	2	6	5	6	6	6	6	6	7																						
Jun-02	838,822	7	4	3	2	6	6	5	3																							
Dec-02	853,810	6	8	7	8	10	8	9																								
Jun-03	848,382	4	9	6	7	8	8																									
Dec-03	866,212	1	4	4	7	7																										
Jun-04	865,832	7	9	11	10																											
Dec-04	887,018	2	3	4																												
Jun-05	895,214	6	8																													
Dec-05	934,666	9																														

Province of Alberta
Alberta Automobile Insurance Board - Private Passenger Automobile (Excluding Farmers)
AB Uninsured
Incurred Losses
Data as of 12/31/2005
Losses in \$ 000s

Accident Semester	Car-Years	6	12	18	24	30	36	42	48	54	60	66	72	78	84	90	96	102	108	114	120	126	132	138	144	150	156	162	168	174	180						
	(1)																																				
Jun-91	653,497	22	77	95	92	203	667	68	48	46	30	30	30	40	33	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31		
Dec-91	676,847	148	186	188	211	182	198	229	221	232	301	341	345	353	320	320	315	266	266	266	266	266	266	266	266	266	266	266	266	266	266	265		31			
Jun-92	673,618	53	30	33	75	118	84	80	61	51	52	52	50	42	42	42	42	42	42	42	42	42	42	42	42	42	42	42	42	42	42						
Dec-92	683,620	17	13	23	64	146	154	134	149	84	140	142	153	188	106	105	106	106	106	106	106	106	106	107	107	107	97	97									
Jun-93	677,456	234	49	51	51	92	130	165	149	149	149	148	115	116	116	116	116	116	116	116	116	116	116	116	116	116	116	116	116								
Dec-93	690,197	54	117	91	61	66	86	84	287	82	60	60	60	60	60	60	60	60	48	64	64	64	64	48	48	48	48										
Jun-94	685,616	22	50	40	15	18	15	15	15	17	17	21	17	19	19	19	19	80	131	253	480	326	326	326													
Dec-94	697,090	41	41	32	32	88	65	72	65	65	65	65	65	133	196	165	165	165	165	165	165	165	165	165	165	165	165										
Jun-95	695,091	6	154	91	91	138	271	270	273	83	81	83	103	85	80	80	80	80	80	80	80	80	80	80	80	80	80	80									
Dec-95	709,761	18	24	26	38	94	93	67	77	113	104	88	86	108	78	57	74	355	355	96	96	96	96														
Jun-96	702,439	39	38	191	201	219	187	198	234	216	201	191	191	186	186	186	186	186	186	186	186	186	186	186	186	186	186										
Dec-96	716,995	56	66	919	959	979	1,009	1,025	1,032	312	319	318	283	283	283	233	233	233	233	233	233	233	233	233	233												
Jun-97	709,388	206	308	352	353	403	416	456	468	456	419	416	399	338	333	333	333	333	333																		
Dec-97	732,097	4	151	85	34	45	76	176	117	299	434	429	435	298	298	298	298	273																			
Jun-98	745,399	53	28	22	23	423	53	131	69	39	322	329	329	329	329	274																					
Dec-98	753,258	143	230	233	286	206	154	155	143	142	95	195	87	87	87	87																					
Jun-99	744,079	32	514	504	505	536	541	100	57	40	34	34	34	101	34																						
Dec-99	761,163	10	14	9	9	28	52	32	49	54	52	165	552	552																							
Jun-00	777,833	87	237	475	225	237	461	483	506	477	481	358	263																								
Dec-00	804,115	14	31	73	83	84	83	82	82	72	72	72																									
Jun-01	815,665	30	30	30	30	48	39	89	95	95	90																										
Dec-01	839,538	5	20	20	27	164	164	164	295	306																											
Jun-02	838,822	56	80	70	43	35	86	101	101																												
Dec-02	853,810	46	118	131	123	157	141	196																													
Jun-03	848,382	7	69	49	64	74	115																														
Dec-03	866,212	25	29	2	60	38																															
Jun-04	865,832	47	47	107	109																																
Dec-04	887,018	35	86	154																																	
Jun-05	895,214	21	35																																		
Dec-05	934,666	12																																			

**Province of Alberta
Alberta Automobile Insurance Rate Board
2006 Private Passenger Industry-Wide Review**

Estimated Average Limit Rate Differentials

Limit	Differential	Earned Exposures by Accident Year				
		2000	2001	2002	2003	2004
\$ 200,000	1.000	22,236	20,907	19,362	19,716	19,977
\$ 300,000	1.091	26,237	29,792	33,689	34,309	33,125
\$ 500,000	1.180	178,733	158,767	136,461	112,651	94,556
\$ 1,000,000	1.262	1,298,414	1,373,131	1,424,339	1,456,128	1,498,482
\$ 2-5,000,000	1.316	57,162	71,329	78,646	86,204	97,104
Over \$ 5,000,000	1.362	181	4,114	47	58	59
Others	-	3,536	4,559	4,524	5,033	2,655
Total		1,586,498	1,662,599	1,697,068	1,714,100	1,745,958
Weighted Avg Differential		1.24819	1.25034	1.25150	1.25287	1.25431
Limit Drift			1.00173	1.00093	1.00109	1.00115

Selected Drift	1.0012
-----------------------	---------------