

PENNSYLVANIA COMPENSATION RATING BUREAU
F CLASS FILING

Calculation of Expected Loss Rate Factors

The attached exhibit contains Expected Loss Rate Factors. They are applied to loss costs by classification to produce Table A (Expected Loss Factors) which are the basis for the calculation of Expected Losses.

PENNSYLVANIA F-CLASS RATE REVISION

CALCULATION OF EXPECTED LOSS RATE FACTORS

Policy Year Beginning 1-Apr	Average Law Multiplier	Adjust- ment Factor	Loss Ratio Development Factor	Expense Allowance 1.0 / (PLR/CPR)	Trend Factor	Product (2) * (3) * (4) *(5) * (6)	Expected Loss Rate Factor 1.0 / (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
2003	1.0000	1.0000	1.0876	1.7730	1.0000	1.9283	0.5186
2004	1.0000	1.0000	1.6575	1.7730	1.0000	2.9387	0.3403
2005	1.0000	1.0000	2.6257	1.7730	1.0000	4.6554	0.2148