

SERFF Tracking Number: MNLM-125198013 State: Arkansas
Filing Company: Carolina Casualty Insurance Company State Tracking Number: EFT \$100
Company Tracking Number: APL-010108-R
TOI: 17.1 Other Liability - Claims Made Only Sub-TOI: 17.1019 Professional Errors & Omissions Liability
Product Name: Accountants Professional Liability
Project Name/Number: APL 28000 (03-07)/03-07 Original

Filing at a Glance

Company: Carolina Casualty Insurance Company

Product Name: Accountants Professional Liability SERFF Tr Num: MNLM-125198013 State: Arkansas

TOI: 17.1 Other Liability - Claims Made Only SERFF Status: Closed State Tr Num: EFT \$100
Sub-TOI: 17.1019 Professional Errors & Omissions Liability Co Tr Num: APL-010108-R State Status: Fees verified and received
Filing Type: Rate Co Status: Reviewer(s): Betty Montesi, Edith Roberts, Brittany Yielding
Author: Beth Richards Disposition Date: 05/28/2008
Date Submitted: 03/04/2008 Disposition Status: Filed

Effective Date Requested (New): On Approval

Effective Date Requested (Renewal): On Approval

State Filing Description:

General Information

Project Name: APL 28000 (03-07)

Project Number: 03-07 Original

Reference Organization:

Reference Title:

Filing Status Changed: 05/28/2008

State Status Changed: 03/13/2008

Corresponding Filing Tracking Number:

Filing Description:

Monitor Liability Managers, Inc. is submitting the captioned filing in accordance with its attached agreement with Carolina Casualty Insurance Company (CCIC).

Status of Filing in Domicile: Authorized

Domicile Status Comments: Filed on 1/25/08; approved 2/20/08 (Iowa).

Reference Number:

Advisory Org. Circular:

Deemer Date:

The enclosed filing represents a new program submission for Accountants Professional Liability Coverage.

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This program provides coverage for claims related to wrongful acts which are first made against the Insured during the policy period, and that the Insured is legally obligated to pay. The wrongful acts for which coverage is provided include claims arising from any actual or alleged act, breach of duty, error, or omission, or personal injury arising out of Professional Services including: invasion of privacy, libel, slander, mental anguish and humiliation.

Company and Contact

Filing Contact Information

Beth Richards, Senior Compliance Analyst brichards@monitorliability.com
 2850 W. Golf Road (847) 806-6590 [Phone]
 Rolling Meadows, IL 60008 (847) 806-6592[FAX]

Filing Company Information

Carolina Casualty Insurance Company CoCode: 10510 State of Domicile: Iowa
 c/o Monitor Liability Managers Group Code: 98 Company Type:
 2850 West Golf Road
 Rolling Meadows, IL 60008 Group Name: W. R. Berkley Group State ID Number:
 (847) 806-6590 ext. 570[Phone] FEIN Number: 59-0733942

Filing Fees

Fee Required? Yes
 Fee Amount: \$100.00
 Retaliatory? No
 Fee Explanation: Rate filing = \$100
 Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Carolina Casualty Insurance Company	\$100.00	03/04/2008	18317572

SERFF Tracking Number: MNLM-125198013

State: Arkansas

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Sub-TOI: 17.1019 Professional Errors & Omissions Liability

Product Name: Accountants Professional Liability

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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Edith Roberts	05/28/2008	05/28/2008

Objection Letters and Response Letters

Objection Letters

Status	Created By	Created On	Date Submitted
Pending Industry Response	Edith Roberts	05/23/2008	05/23/2008
Pending Industry Response	Edith Roberts	03/13/2008	03/13/2008
No response necessary	Edith Roberts	03/13/2008	03/13/2008

Response Letters

Responded By	Created On	Date Submitted
Beth Richards	05/27/2008	05/27/2008
Beth Richards	03/27/2008	03/27/2008
Beth Richards	05/20/2008	05/20/2008

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Liability

Product Name: Accountants Professional Liability

Project Name/Number: APL 28000 (03-07)/03-07 Original

Disposition

Disposition Date: 05/28/2008

Effective Date (New):

Effective Date (Renewal):

Status: Filed

Comment:

Rate data does NOT apply to filing.

SERFF Tracking Number: MNLM-125198013 State: Arkansas
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Item Type	Item Name	Item Status	Public Access
Supporting Document	Uniform Transmittal Document-Property & Casualty	Filed	Yes
Supporting Document	NAIC Loss Cost Filing Document for OTHER than Workers' Comp	Filed	Yes
Supporting Document	NAIC loss cost data entry document	Filed	Yes
Supporting Document	Authorization Letter	Filed	Yes
Supporting Document	Filing Memo	Filed	Yes
Supporting Document	Rate Filing Memo	Filed	Yes
Supporting Document	Competitive Data	Filed	Yes
Supporting Document	Rate Schedule	Filed	Yes
Rate	Accountants Professional Liability Insurance Rates - APL 28000 (03-07)	Filed	Yes
Rate (revised)	Rate Page 7	Filed	Yes
Rate	Rate Page 7	Filed	Yes

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Objection Letter

Objection Letter Status Pending Industry Response
Objection Letter Date 05/23/2008
Submitted Date 05/23/2008

Respond By Date

Dear Beth Richards,

This will acknowledge receipt of the captioned filing.

Apparently, when I sent the objection, I selected the drop down "No Response Necessary" instead of "Pending Industry Response" in error.

You will need to correct as specified in my previous objection.

I am terribly sorry about the mistake.

Please feel free to contact me if you have questions.

Sincerely,

Edith Roberts

Response Letter

Response Letter Status Submitted to State
Response Letter Date 05/27/2008
Submitted Date 05/27/2008

Dear Edith Roberts,

Comments:

Response 1

Comments: Please find revised rate page 7

Changed Items:

No Supporting Documents changed.

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No Form Schedule items changed.

Rate/Rule Schedule Item Changes

Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing #
Rate Page 7	Page 7	Replacement	
Previous Version			
Rate Page 7	Page 7	Replacement	

Sincerely,
Beth Richards

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Objection Letter

Objection Letter Status Pending Industry Response
Objection Letter Date 03/13/2008
Submitted Date 03/13/2008

Respond By Date

Dear Beth Richards,

This will acknowledge receipt of the captioned filing.

Please amend pursuant to my earlier objection. I failed to select "Pending Industry Response", but rather "no reply necessary".

Thanks!

Please feel free to contact me if you have questions.

Sincerely,

Edith Roberts

Response Letter

Response Letter Status Submitted to State
Response Letter Date 03/27/2008
Submitted Date 03/27/2008

Dear Edith Roberts,

Comments:

Response 1

Comments: Please find Rate page 7 revised. Thank you!

Changed Items:

No Supporting Documents changed.

SERFF Tracking Number: MNLM-125198013

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State Tracking Number: EFT \$100

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Liability

Product Name: Accountants Professional Liability

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No Form Schedule items changed.

Rate/Rule Schedule Item Changes

Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing #
Rate Page 7	Page 7	Replacement	

Sincerely,
Beth Richards

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Project Name/Number: APL 28000 (03-07)/03-07 Original

Objection Letter

Objection Letter Status No response necessary
Objection Letter Date 03/13/2008
Submitted Date 03/13/2008

Respond By Date

Dear Beth Richards,

This will acknowledge receipt of the captioned filing.

Objection 1

- Accountants Professional Liability Insurance Rates - APL 28000 (03-07) (Rate)

Comment: Prior Claim/Litigation Modifier, Special Endorsements/Coverage Modifier and Area of Practice Modifier must be specific, you may not file rate ranges on these pursuant to AR 23-67-211 (a) (1).

Please feel free to contact me if you have questions.

Sincerely,

Edith Roberts

Response Letter

Response Letter Status Submitted to State
Response Letter Date 05/20/2008
Submitted Date 05/20/2008

Dear Edith Roberts,

Comments:

Response 1

Comments: Simply resonding here because it's not showing up as pending state action and this filing is getting outdated. Thanks!

Related Objection 1

Applies To:

- Accountants Professional Liability Insurance Rates - APL 28000 (03-07) (Rate)

Comment:

SERFF Tracking Number: MNLM-125198013 *State:* Arkansas
Filing Company: Carolina Casualty Insurance Company *State Tracking Number:* EFT \$100
Company Tracking Number: APL-010108-R
TOI: 17.1 Other Liability - Claims Made Only *Sub-TOI:* 17.1019 Professional Errors & Omissions
Liability
Product Name: Accountants Professional Liability
Project Name/Number: APL 28000 (03-07)/03-07 Original

Prior Claim/Litigation Modifier, Special Endorsements/Coverage Modifier and Area of Practice Modifier must be specific, you may not file rate ranges on these pursuant to AR 23-67-211 (a) (1).

Changed Items:

No Supporting Documents changed.

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

Sincerely,
Beth Richards

SERFF Tracking Number: MNLM-125198013

State: Arkansas

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Company Tracking Number: APL-010108-R

TOI: 17.1 Other Liability - Claims Made Only

*Sub-TOI: 17.1019 Professional Errors & Omissions
Liability*

Product Name: Accountants Professional Liability

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Rate Information

Rate data does NOT apply to filing.

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Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Attachments Number:
Filed	Accountants Professional Liability Insurance Rates - APL 28000 (03-07)	Pages 1 - 10	New	02.00-APL-Carolina 28000 Rates-0307.pdf
Filed	Rate Page 7	Page 7	Replacement	Rate page 7 revised.pdf

Accountants Professional Liability Insurance Rates - Arkansas

This Monitor Liability Managers, Inc. document contains information that is privileged, confidential and is intended for internal purposes only.

Accountants Professional Liability Insurance Rates

Rating¹

Number of Professional Staff

The underwriter will determine the Applicant Firm’s professional staff size from the information provided in the application. Count the number of professional staff by Full Time Professionals and Part Time Professionals. Apply the appropriate count to the following calculation to determine the number of ratable professional staff.

Professional Staff Type	Number in Each Type		Professional Staff Type Modifier		Number of Ratable Professional Staff
	#	x		=	
Full Time	#	x	1.00	=	Actual Adjusted #
Part Time	#	x	.50	=	Actual Adjusted #
Total Number of Ratable Professional Staff:					#

Weighted Annual Revenue Size

The underwriter will obtain the Applicant Firm’s annual revenue size from the information provided in the application for the prior fiscal year, the estimated current fiscal year, and the projection for next fiscal year. The revenues will be weighted according to the following table:

Firm Gross Annual Revenue	Gross Annual Revenue Weights	
	3-year	2-year
Prior fiscal year	0.30	0.00
Estimated current fiscal year	0.30	0.45
Projected next fiscal year	0.40	0.55

The 3-year table will be used when all 3 revenue values are disclosed in the application.

The 2-year table will be used if only estimated current fiscal year and the projected next fiscal year revenue values are disclosed in the application. If only the estimated current fiscal year revenues are provided, then the underwriter will apply a 10 percent growth factor to the estimated current fiscal year revenues to obtain the number for the projected next fiscal year revenues and apply the revenue values to the 2-year table.

Add the results for each year provided. The resulting revenue will be referred to as the Weighted Annual Revenue and will be rounded up or down in accordance with standard rounding rules to the nearest \$1,000.

¹ Calculations will be rounded up or down in accordance with standard rounding rules, unless indicated otherwise.

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Weighted Annual Revenue per Professional

The underwriter will derive the Weighted Annual Revenue per Professional from the Weighted Annual Revenue divided by the number of Ratable Professional Staff. The resulting Weighted Annual Revenue per Professional will be rounded up or down in accordance with standard rounding rules to the nearest \$1,000. Apply the Weighted Annual Revenue per Professional to the following table to obtain the Revenue per Professional Modifier. The resulting factor will be referred to as the Base Rate Factor.

Weighted Annual Revenue per Professional	Revenue per Professional Modifier
Under \$30,000	Refer to Company
\$30,001 to \$75,000	0.1500 credit (i.e., 0.8500 modifier)
\$75,001 to \$150,000	0.0020 credit per \$1,000 revenue below \$150,000, subject to a 0.1500 maximum.
\$150,001 to \$200,000	0.000
More than \$200,000	0.0025 debit per \$1,000 revenue above \$200,000, subject to a 0.5000 maximum.

Geographic Location

The entity will be rated according to the location of its operations.

Territory 1

Alabama	Kansas	Nebraska	Oklahoma
Arkansas	Kentucky	New Hampshire	South Dakota
Idaho	Maine	New Mexico	Vermont
Iowa	Montana	North Dakota	West Virginia
			Wyoming

Territory 2

Alaska	*Georgia	*Minnesota	*Pennsylvania
*Arizona	Hawaii	*Mississippi	Rhode Island
*Colorado	*Illinois	*Missouri	South Carolina
*Connecticut	*Indiana	*Nevada	*Tennessee
Delaware	Louisiana	*North Carolina	Utah
District of Columbia	Maryland	*Ohio	*Virginia
*Florida	*Massachusetts	*Oregon	*Washington
			*Wisconsin

Territory 3

*Michigan	New Jersey	*New York	*Texas
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Territory 4

*California

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Weighted Annual Firm Revenue Modifier by Geographic Location

The underwriter will apply a geographic location modifier to the Base Rate Factor in accordance with the annual revenue bands described below.

Weighted Annual Revenue	Geographic Location Modifier			
	Territory 1	Territory 2	Territory 3	Territory 4
\$0 to \$100,000	0.00785	0.00924	0.01051	0.01400
\$100,001 to \$300,000	0.00140	0.00165	0.00188	0.00250
\$300,001 to \$500,000	0.00112	0.00132	0.00150	0.00200
\$500,001 to \$1,000,000	0.00050	0.00059	0.00068	0.00090
Greater than \$1,000,000	0.00028	0.00033	0.00038	0.00050

Staffing Modifier

The underwriter will determine the Applicant Firm’s support staff size from the information provided in the application. Each Administrative / Support Staff individual will be counted as 1. Divide the number of Administrative / Support Staff by the number of Ratable Professional Staff. Apply the resulting number to the following table to determine the staffing modifier.

Staff to Professional Ratio	Staffing Modifier	
	1 to 3 Professionals	4 or more Professionals
Less than or equal to 1 : 1	1.000	1.000
Between 1 to 2 : 1	1.000	1.150
Between 2 to 3 : 1	1.150	1.250
Between 3 to 4 : 1	1.250	1.350
Between 4 to 5 : 1	1.350	1.450
Between 5 to 6 : 1	1.400	1.500
Greater than 6 : 1	Additional 0.05 per	Additional 0.05 per

Firm Size Modifier

Apply the count of Ratable Professional Staff to the following table to determine the firm size modifier.

Firm Size	Firm Size Modifier
1	1.000
2	0.875
3	0.725
4	0.675
5	0.650
6	0.625
7	0.600
8	0.575
9	0.550
10	0.525
Greater than 10	0.020 additional credit for each over 10 (0.250 maximum credit)

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Area of Practice (“AOP”) Modifier

The accounting firm will be rated according to their Area of Practice (AOP). The underwriter will identify the percentage of the firm’s activity in each AOP according to the information provided in the application. If the applicant discloses an AOP that is not described below, then the underwriter will place such AOP into the most appropriate class based on their specific relative characteristics. The percent of activities that fall into all AOP’s must sum to 100 percent.

AOP Class 1 Risks

- Bookkeeping and Write-Up Services
- Business Tax Services: over 10%
- Estate Tax Services: over 10%
- Individual Tax Services
- Information Technology Services (Class I)
- Information Technology Services (Class II)
- Payroll Accounting Services

AOP Class 2 Risks

- Audit Services: Non Public Clients w/ engagement letter: to 25% (average client assets to \$25 million)
- Audit Services: Non Public Clients w/ no engagement letter: to 25% (average client assets to \$25 million)
- Assurance Services: to 15%
- Business Tax Services: to 10%
- Business Valuation Services: to 15%
- Business / Personal Management Services: to 15%
- Compilation Services: Non Public Clients
- Estate Tax Services: to 10%
- Fiduciary Services – Non-Trust Related
- Information Technology Services (Class III)
- Litigation Support Services: to 15%
- Projection and Forecast Services: to 15%
- Review Services: Non Public Clients

AOP Class 3 Risks

- Audit Services: Non Public Clients w/ engagement letter: > 25% (average client assets to \$25 million)
- Audit Services: Non Public Clients w/ engagement letter: to 25% (average client assets > \$25 to \$100 million)
- Assurance Services: 15% to 25%
- Business / Personal Management Services: 15% to 25%
- Business Valuation Services: 15% to 25%
- Fiduciary Services – Trust Related
- Fiduciary Services – Employee Benefit Plan
- Litigation Support Services: > 15%
- Projection and Forecast Services: 15% to 25%

AOP Class 4 Risks

- Audit Services: Non Public Clients w/ engagement letter: > 25% (average client assets > \$25 to \$100 million)
- Audit Services: Non Public Clients w/ engagement letter: to 25% (average client assets > \$100 million)
- Audit Services: Non Public Clients w/ no engagement letter: to 25% (average client assets > \$25 to \$100 million)
- Assurance Services: > 25%
- Business / Personal Management Services: > 25%
- Business Valuation Services: > 25%
- Information Technology Services (Class IV)
- Projection and Forecast Services: > 25%
- Review Services: Public Clients
- Securities (Other than Audit) Services: to 15%

AOP Class 5 Risks

- Audit Services: Non Public Clients w/ engagement letter: > 25% (average client assets > \$100 million)
- Audit Services: Non Public Clients w/ no engagement letter: to 25% (average client assets > \$100 million)
- Information Technology Services (Class V)
- Securities (Other than Audit) Services: > 15%

Area of Practice Class	Area of Practice Modifier	
Class 1	0.850	1.100
Class 2	1.000	1.250
Class 3	1.100	1.300
Class 4	1.200	1.750
Class 5	1.300	2.000

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Applicant Firm Base Rate

After the area of practice modifiers have been applied, the base rate achieved is multiplied by the number of professionals.

Prior Acts Modifier

Identify the prior acts coverage provided. Apply the following modifier as appropriate.

Year 1 – No prior acts.

Year 2 – One-year prior acts.

Year 3 – Two-years prior acts.

Year 4 – Three-years prior acts.

Year 5 – More than four-years prior acts or full prior acts.

Prior Acts	Prior Acts Modifier
Year 1	0.420
Year 2	0.630
Year 3	0.810
Year 4	0.940
Year 5	1.000

Prior Claim / Litigation Modifier

The following table represents the Prior Claim / Litigation Modifier. Apply the following modifier as appropriate. If there is no information provided by the entity with respect to prior claims and/or litigation, then their claim / litigation history will be assumed to have a Prior Claim / Litigation Modifier of 1.00. If prior claims and/or litigation information is provided by the entity, but the amount paid or reserved is unknown, then 3-25 percent of the demand amount will be used to estimate the prior claim / litigation amount.

Prior Claim / Litigation	Prior Claim / Litigation Modifier
<u>No prior claims / litigation</u> 0 claims / \$0 reserves	0.75 to 1.00
<u>Immaterial – claims reported but unlikely to result in payment</u> 1 or more claims / less than or equal to \$10,000 in potential claim payment expected	0.80 to 1.10
<u>Minimal – claims reported but unlikely to result in payment</u> 1 or more claims / more than \$10,000 but less than or equal to \$25,000 in potential claim payment expected	0.90 to 1.25
<u>Material – claims reported and payment anticipated</u> 1 or more claims / more than \$25,000 but less than or equal to \$100,000 in potential claim payment expected	1.00 to 1.50
<u>Significant – multiple claims reported and/or payment anticipated or experienced</u> 1 or more claims / more than \$100,000 in potential claim payment expected	1.00 to 5.00

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Underwriting Exposure Debit and/or Credit Modifier

The underwriter will adjust the previously determined base rate to specifically address any particular concerns regarding any individual risk. The following table outlines the possible modifications to be used based on the particular characteristics of the risk. Other modifications unique to a risk may be used even if not indicated below. Several modifications may be applied, but in no event will the total modification exceed the maximum allowed by the state. This adjustment is applied on an aggregate basis. **MAXIMUM DEBIT/CREDIT: +/- 50%**

General Modifications	Debit / Credit
Age of Company	0 % to ± 25 %
Financial Stability	0 % to ± 25 %
Merger / Acquisition Activity	0 % to ± 25 %
Multiple Locations / Intrastate Location	0 % to ± 25 %
Stability of Senior Management	0 % to ± 25 %
Accountants Professional Modifications	Debit / Credit
Risk Management	0 % to ± 25 %
Firm Management	0 % to ± 25 %
Nature / Type of Services	0 % to ± 25 %

Special Endorsements and/or Coverage Modifier

The individual risk has the option to purchase several special endorsements and/or coverages. The following table outlines the possible debit / credit modification to be used based on the particular special endorsement and/or coverage purchased. This adjustment is applied on an aggregate basis.

Special Endorsements and/or Coverage	Endorsement #	Debit / Credit
Addition of Additional Insured(s) / Entity(ies) / Predecessor Firm(s)	APL 283071; APL 283074; APL 283078; APL 283124	With Past Acts = \$150 Without Past Acts = \$100
Modified Supplemental Coverage(s)	APL 285070; APL 285080; APL 285090; APL 285100	0 % or + 5 %
Aggregate Deductible	APL 285053	0 % or + 1.5 %
Choice of Legal Counsel	APL 286011; APL 286012	0 % or + 25 %
Coinsurance (Partial Policy only)	APL 285012	0 %
Continuity	N/A	0 % or - 10 %
Claims Expense in Addition to the Limit	APL 285031; APL 285032; APL 285033	0 % or + 25 % 0 % or + 10 % 0 % or + 10 %
Damages only Deductible	APL 285041; APL 285042; APL 285045	0 % or + 4 %
Deletion of Insured	APL 283072	0 %
Deletion of Predecessor Firm	APL 283125	0 %
Eldercare Services Bodily Injury Endorsement	APL 283210	0 % or + 7.5 %
Employment Practices Claims Expense Coverage	APL 281082	\$10,000 limit = \$25 \$25,000 limit = \$35
Fee Dispute Exclusion	APL 284211	0 % or - 5 %
Known Wrongful Act Exclusion	APL 284318	0 %
Nonprofit Directorship Claims Expense Coverage	APL 281052	\$100,000 limit = \$150 \$500,000 limit = \$300 \$1,000,000 limit = \$500
Punitive Damages Coverage	APL 283042	0 % or + 25 %
Securities Services Exclusion	APL 284333	0 %
Specific Client Exclusion	APL 284215	0 %
Sub-Limit Endorsement(s)	APL 285021; APL 285022; APL 285026; APL 285027	25% limit = 0 % or - 2 % 50% limit = 0 % or - 3 %
Waiver of Deductible if No Liability	APL 285014	0 % or + 10 %

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Addition of Life Insurance Agent Coverage

The underwriter will charge the following additional premium if Life Insurance Agent coverage is provided.

Coverage Provided	Additional Premium
Life Insurance Agent Endorsement	\$850 each / \$500,000 limit
Life Insurance Agent Endorsement	\$1,000 each / \$1,000,000 limit

Addition of Public Client Coverage

The underwriter will charge the following additional premium according to the number of public client engagements the applicant has for which coverage is provided.

Market Cap	Number of Engagements	Standard Hazard	Non-Standard Hazard
Small Cap	1 st engagement	\$3,000	\$4,500
	Each additional	\$1,800	\$4,500
Mid Cap	1 st engagement	\$5,000	\$7,500
	Each additional	\$3,000	\$7,500
Large Cap	Ineligible	Ineligible	Ineligible

Addition of Real Estate Agent Coverage

The underwriter will charge the following additional premium if Real Estate Agent coverage is provided.

Coverage Provided	Additional Premium
Real Estate Agent Endorsement	\$850 each / \$500,000 limit
Real Estate Agent Endorsement	\$1,000 each / \$1,000,000 limit

Addition of Registered Representative Coverage

The underwriter will charge the following additional premium if Registered Representative coverage is provided.

Coverage Provided	Additional Premium
Registered Representative Endorsement	\$2,100 each / \$500,000 limit
Registered Representative Endorsement	\$2,500 each / \$1,000,000 limit

Deductible Modifier

Deductibles may be offered subject to applicable modifiers disclosed below. If the individual risk requests a deductible that is not disclosed below, then the underwriter will proportionately weigh the deductible modifier to apply to the requested deductible.

Deductible	Minimum Deductible Modifier
\$0	1.150
\$1 to 1,000	1.050
\$1,001 to 2,500	1.035
\$2,501 to 5,000	1.020
\$5,001 to 10,000	1.000
\$10,001 to 15,000	0.955
\$15,001 to 20,000	0.915
\$20,001 to 25,000	0.875
\$25,001 to 50,000	0.788
\$50,001 to 100,000	0.640
\$100,001 to 250,000	0.455

Increased Limit Factors

The premium calculation is for a \$1,000,000 limit of liability, per claim and in the aggregate. Higher or lower limits are available subject to the appropriate increased limit factors (“ILF”) disclosed below. If the individual risk requests a limit of liability that is not disclosed below, then the underwriter will proportionately weigh the increased limit factor to apply to the requested limit of liability. These are minimum factors up to the maximum disclosed.

Limit of Liability	Minimum Increased Limit Factor	Maximum Increased Limit Factor
\$100,000/100,000 or Less	0.475	1.000
\$100,000/200,000	0.500	1.000
\$100,000/300,000	0.540	1.000
\$250,000/250,000	0.630	1.000
\$250,000/500,000	0.665	1.000
\$500,000/500,000	0.775	1.000
\$500,000/1,000,000	0.855	1.000
\$1,000,000/1,000,000	0.960	1.000
\$1,000,000/2,000,000	1.055	2.000
\$1,000,000/3,000,000	1.110	3.000
\$2,000,000/2,000,000	1.300	2.000
\$3,000,000/3,000,000	1.700	3.000
\$4,000,000/4,000,000	2.000	4.000
\$5,000,000/5,000,000	2.225	5.000

This Monitor Liability Managers, Inc. document contains information that is privileged, confidential and is intended for internal purposes only.

Calculation of Gross Premium

Unless otherwise indicated, underwriting factors are multiplied in consecutive order, rather than added together or subtracted from each other. The result is the total policy premium subject to the minimum premium requirement. The minimum policy premium shall be \$500 per annual or lesser period.

Two Year Endorsement(s)

The premium for each of the two years will be calculated individually at 1.025 times (+2.5%) the regular annual rate.

Extended Reporting Period (“ERP”) Coverage Modifier

If an individual risk requests ERP options in addition to the standard 12 months, then the underwriter may provide one, or several, of the following options. The modifier is a percentage of the full annual premium.

ERP Coverage	ERP Coverage Modifier		
Less than or equal to 12 months	0.50	to	1.00
24 months	0.75	to	1.50
36 months	1.00	to	1.85
48 months	1.25	to	2.00
60 months	1.40	to	2.15
72 months	1.50	to	2.25

Mid-Term Premium Adjustments

Calculation of Additional Premium

Calculate the premium due according to the special endorsement and/or coverage chart as a percentage of the primary \$1,000,000 premium. Take the number of days the coverage will exist on the policy and apply the pro-rata factor. Take that premium and apply the deductible adjustment debit or credit then the increased limits factor. The resulting premium is the amount of premium that will be charged for the coverage. Additional premium of \$15.00 or less will be waived.

Calculation of Return Premium

Take the gross premium charged for the special endorsement and/or coverage at the time the endorsement was issued. Calculate the number of days the exposure existed on the policy and apply the short-rate factor. Take that premium and apply the deductible adjustment debit or credit then the increased limits factor. The resulting premium is the amount of premium that will be returned to the Insured in the event of a mid-policy period cancellation of coverage.

Underwriting Exposure Debit and/or Credit Modifier

The underwriter will adjust the previously determined base rate to specifically address any particular concerns regarding any individual risk. The following table outlines the possible modifications to be used based on the particular characteristics of the risk. Other modifications unique to a risk may be used even if not indicated below. Several modifications may be applied, but in no event will the total modification exceed the maximum allowed by the state. This adjustment is applied on an aggregate basis.

General Modifications	Debit / Credit
Age of Company	0 % to ± 25 %
Financial Stability	0 % to ± 25 %
Merger / Acquisition Activity	0 % to ± 25 %
Multiple Locations / Intrastate Location	0 % to ± 25 %
Stability of Senior Management	0 % to ± 25 %
Accountants Professional Modifications	Debit / Credit
Risk Management	0 % to ± 25 %
Firm Management	0 % to ± 25 %
Nature / Type of Services	0 % to ± 25 %

Special Endorsements and/or Coverage Modifier

The individual risk has the option to purchase several special endorsements and/or coverages. The following table outlines the possible debit / credit modification to be used based on the particular special endorsement and/or coverage purchased. This adjustment is applied on an aggregate basis.

Special Endorsements and/or Coverage	Endorsement #	Debit / Credit
Addition of Additional Insured(s) / Entity(ies) / Predecessor Firm(s)	APL 283071; APL 283074; APL 283078; APL 283124	With Past Acts = \$150 Without Past Acts = \$100
Modified Supplemental Coverage(s)	APL 285070; APL 285080; APL 285090; APL 285100	+ 5 %
Aggregate Deductible	APL 285053	+ 1.5 %
Choice of Legal Counsel	APL 286011; APL 286012	+ 25 %
Coinsurance (Partial Policy only)	APL 285012	0 %
Continuity	N/A	- 10 %
Claims Expense in Addition to the Limit	APL 285031; APL 285032; APL 285033	+ 25 % + 10 % + 10 %
Damages only Deductible	APL 285041; APL 285042; APL 285045	+ 4 %
Deletion of Insured	APL 283072	0 %
Deletion of Predecessor Firm	APL 283125	0 %
Eldercare Services Bodily Injury Endorsement	APL 283210	+ 7.5 %
Employment Practices Claims Expense Coverage	APL 281082	\$10,000 limit = \$25 \$25,000 limit = \$35
Fee Dispute Exclusion	APL 284211	- 5 %
Known Wrongful Act Exclusion	APL 284318	0 %
Nonprofit Directorship Claims Expense Coverage	APL 281052	\$100,000 limit = \$150 \$500,000 limit = \$300 \$1,000,000 limit = \$500
Punitive Damages Coverage	APL 283042	+ 25 %
Securities Services Exclusion	APL 284333	0 %
Specific Client Exclusion	APL 284215	0 %
Sub-Limit Endorsement(s)	APL 285021; APL 285022; APL 285026; APL 285027	25% limit = 0 % or - 2 % 50% limit = 0 % or - 3 %
Waiver of Deductible if No Liability	APL 285014	+ 10 %

This Monitor Liability Managers, Inc. document contains information that is privileged, confidential and is intended for internal purposes only.

<i>SERFF Tracking Number:</i>	<i>MNLM-125198013</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>Carolina Casualty Insurance Company</i>	<i>State Tracking Number:</i>	<i>EFT \$100</i>
<i>Company Tracking Number:</i>	<i>APL-010108-R</i>		
<i>TOI:</i>	<i>17.1 Other Liability - Claims Made Only</i>	<i>Sub-TOI:</i>	<i>17.1019 Professional Errors & Omissions Liability</i>
<i>Product Name:</i>	<i>Accountants Professional Liability</i>		
<i>Project Name/Number:</i>	<i>APL 28000 (03-07)/03-07 Original</i>		

Supporting Document Schedules

Satisfied -Name:	Uniform Transmittal Document-Property & Casualty	Review Status:	Filed	05/28/2008
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Comments:

Attachment:

Transmittal Rates.pdf

Bypassed -Name:	NAIC Loss Cost Filing Document for OTHER than Workers' Comp	Review Status:	Filed	05/28/2008
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Bypass Reason: N/A

Comments:

Bypassed -Name:	NAIC loss cost data entry document	Review Status:	Filed	05/28/2008
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Bypass Reason: N/A

Comments:

Satisfied -Name:	Authorization Letter	Review Status:	Filed	05/28/2008
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Comments:

Attachment:

Authorization Letter 2008.pdf

Satisfied -Name:	Filing Memo	Review Status:	Filed	05/28/2008
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Comments:

Attachment:

Filing Memo.pdf

Review Status:

SERFF Tracking Number: MNLM-125198013 State: Arkansas
Filing Company: Carolina Casualty Insurance Company State Tracking Number: EFT \$100
Company Tracking Number: APL-010108-R
TOI: 17.1 Other Liability - Claims Made Only Sub-TOI: 17.1019 Professional Errors & Omissions Liability
Product Name: Accountants Professional Liability
Project Name/Number: APL 28000 (03-07)/03-07 Original
Satisfied -Name: Rate Filing Memo Filed 05/28/2008
Comments:
Attachment:
Rate Filing Memo.pdf

SERFF Tracking Number: MNLM-125198013 State: Arkansas
Filing Company: Carolina Casualty Insurance Company State Tracking Number: EFT \$100
Company Tracking Number: APL-010108-R
TOI: 17.1 Other Liability - Claims Made Only Sub-TOI: 17.1019 Professional Errors & Omissions
Liability
Product Name: Accountants Professional Liability
Project Name/Number: APL 28000 (03-07)/03-07 Original

Satisfied -Name: Competitive Data **Review Status:** Filed 05/28/2008
Comments:
Attachment:
Competitive Database_APL_Terr1.pdf

Satisfied -Name: Rate Schedule **Review Status:** Filed 05/28/2008
Comments:
Attachment:
RateRule Filing Schedule PC RRFS-1 1-07.pdf

Property & Casualty Transmittal Document

1. Reserved for Insurance Dept. Use Only	2. Insurance Department Use only a. Date the filing is received: b. Analyst: c. Disposition: d. Date of disposition of the filing: e. Effective date of filing: <table style="width: 100%; border: none;"> <tr> <td style="width: 60%; border: none;">New Business</td> <td style="border: none;"></td> </tr> <tr> <td style="border: none;">Renewal Business</td> <td style="border: none;"></td> </tr> </table> f. State Filing #: g. SERFF Filing #: h. Subject Codes	New Business		Renewal Business	
New Business					
Renewal Business					

3. Group Name	Group NAIC #
W.R. Berkley Corporation	098

4. Company Name(s)	Domicile	NAIC #	FEIN #	State #
Carolina Casualty Insurance Company	Iowa	10510	59-0733942	

5. Company Tracking Number	APL-010108-R
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Contact Info of Filer(s) or Corporate Officer(s) [include toll-free number]

6.	Name and address	Title	Telephone #s	FAX #	e-mail
	Beth Richards Monitor Liability Managers, Inc. 2850 W. Golf Road, Ste. 800 Rolling Meadows, IL 60008	Senior Compliance Analyst	800-446-2100, x 568	847-806-6590	brichards@monitorliability.com

7. Signature of authorized filer	<i>Beth Richards</i>
8. Please print name of authorized filer	Beth Richards

Filing information (see General Instructions for descriptions of these fields)

9. Type of Insurance (TOI)	17.1000 - Other Liability - Claims Made
10. Sub-Type of Insurance (Sub-TOI)	17.1019 - Other Liability - Claims Made, Professional Errors and Omissions Liability
11. State Specific Product code(s)(if applicable)[See State Specific Requirements]	
12. Company Program Title (Marketing title)	Accountants Professional Liability
13. Filing Type	<input type="checkbox"/> Rate/Loss Cost <input type="checkbox"/> Rules <input checked="" type="checkbox"/> Rates/Rules <input type="checkbox"/> Forms <input type="checkbox"/> Combination Rates/Rules/Forms <input type="checkbox"/> Withdrawal <input type="checkbox"/> Other (give description)
14. Effective Date(s) Requested	New: Upon Approval Renewal: Upon Approval
15. Reference Filing?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
16. Reference Organization (if applicable)	N/A
17. Reference Organization # & Title	N/A
18. Company's Date of Filing	3/4/08
19. Status of filing in domicile	<input type="checkbox"/> Not Filed <input type="checkbox"/> Pending <input checked="" type="checkbox"/> Authorized <input type="checkbox"/> Disapproved

Property & Casualty Transmittal Document—

20.	This filing transmittal is part of Company Tracking #	APL-010108-F
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21.	Filing Description [This area can be used in lieu of a cover letter or filing memorandum and is free-form text]
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Carolina Casualty Insurance Company is submitting a new program for Accountants Professional Liability Insurance, which consists of the following:

FORMS: Filing separately.

RATES/RULES:

- Rate Filing Memorandum, which includes details and appropriate state specific and countrywide exhibits.
- Rates and Rules for this program.

22.	<p>Filing Fees (Filer must provide check # and fee amount if applicable) [If a state requires you to show how you calculated your filing fees, place that calculation below]</p> <p>Check #: EFT Amount: \$100</p> <p>Refer to each state's checklist for additional state specific requirements or instructions on calculating fees.</p>
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***Refer to the each state's checklist for additional state specific requirements (i.e. # of additional copies required, other state specific forms, etc.)



Filing Authorization Letter

January 2, 2008

RE: Carolina Casualty Insurance Company, NAIC 10510, FEIN 59-0733942
Filing Authorization: Monitor Liability Managers, Inc.

Dear Commissioner:

The purpose of this letter is to authorize Monitor Liability Managers, Inc. (“Monitor”) to submit filings for Professional Liability Insurance on behalf of Carolina Casualty Insurance Company.

By way of explanation, we would like to provide background as to the relationship between these two companies. Both Monitor Liability Managers, Inc. and Carolina Casualty Insurance Company are subsidiaries of the W.R. Berkley Corporation, an insurance holding company with insurance company subsidiaries operating throughout the United States. Monitor acts as an underwriting manager on behalf of certain insurance companies within the W.R. Berkley organization, including Carolina Casualty Insurance Company. Monitor has full underwriting and claims settlement authority and is responsible for Professional Liability Insurance product development.

An integral part of Monitor’s strategic marketing plan is to make all of its products available in the admitted market through Carolina Casualty Insurance Company. Carolina Casualty already has filings in place, in most states, for the Directors’ and Officers’ Program, the Lawyers’ Professional Liability Program, Excess Professional Liability, Management Liability, Employment Liability Practices and Non-Profit Organization Liability.

To facilitate and streamline current and future filing activities, Carolina Casualty Insurance Company is hereby extending authority to Monitor Liability Managers, Inc. to make Professional Liability filings on its behalf.

Any and all questions regarding Professional Liability submissions should be directed to:

Ms. Penelope Kilberry, CPCU, CPIW, AIS
Assistant Vice President
Regulatory Compliance
Monitor Liability Managers, Inc.
2850 West Golf Road, Suite 800
Rolling Meadows, IL 60008
847.806.6590, ext. 570

In addition to Penny Kilberry, Sandra L. Baggio, Senior Compliance Analyst, and Beth Richards, Senior Compliance Analyst, are authorized to submit filings on our behalf. Douglas J. Powers, CPCU, Assistant Secretary of Carolina Casualty Insurance Company will execute all documents requiring an officer's signature.

If you have questions regarding this authorization, please call Penny Kilberry at 1.800.446.2100, ext. 570, send an e-mail to pkilberry@monitorliability.com or write to Ms. Kilberry at 2850 West Golf Road, Suite 800, Rolling Meadows, IL 60008.

Sincerely,



Douglas J. Powers, CPCU
Assistant Secretary
Carolina Casualty Insurance Company
1.800.446.2100, ext. 508

**CAROLINA CASUALTY INSURANCE COMPANY
ACCOUNTANTS PROFESSIONAL LIABILITY INSURANCE
PROGRAM**

FILING MEMORANDUM

Carolina Casualty Insurance Company is submitting its new program for Accountants Professional Liability.

This program has been developed to be a complementary addition to our growing portfolio of professional liability products and to address the needs of a select market segment.

This is a claims-made program designed to pay Damages and Claims Expense which results from any Wrongful Act by the Insured, arising out of the conduct of the Insured's profession as licensed public accountants or licensed tax professionals. The wrongful acts for which coverage is provided include claims arising from any actual or alleged act, breach of duty, error, or omission, or personal injury arising out of Professional Services including: invasion of privacy, libel, slander, mental anguish and humiliation.

**Carolina Casualty Insurance Company
c/o Monitor Liability Managers, Inc.**

Accountants Professional Liability Insurance

State of Arkansas

Rate Filing Memorandum

Carolina Casualty Insurance Company (the “Company”) is proposing the introduction of Accountants Professional Liability Insurance (“APL”) program in AR. This APL product is being filed countrywide as part of a national program.

The Company is proposing this program in AR, which is based upon a combination of internal and competitor/industry APL data. The Company believes the proposed program addresses profitability concerns while remaining competitive in the marketplace.

The proposed rating manual is enclosed for your review. Support for the proposed rates and rating factors for each of the major rating elements is described below.

Weighted Annual Firm Revenue (Base Rate per \$1K in revenue) – An industry typical base rate is calculated based on the price per thousand of weighted annual firm revenue. A reducing scale of rate per thousand is defined by each layer pierced and dependent upon the magnitude of weighted annual revenue of the firm. The proposed rate factors appear to be within a reasonable range of relevant competitors, as supported by Exhibit D.1.

Weighted Annual Revenue per Professional – An industry typical revenue per professional rating element is proposed. The proposed rate factors appear to be within a reasonable range of relevant competitors and are supported by Exhibit D.1.

Geographic Location – The Company proposes assigning AR to territory grouping 1. The classification is consistent with other Company programs filed and approved in AR as well as with other competitor rating designs.

Staffing Modifier – An industry typical staff to professional ratio rating element is proposed. The proposed rate factors appear to be within a reasonable range of relevant competitors and are supported by Exhibit D.2.

Firm Size Modifier – An industry typical size of firm rating element is proposed. The proposed rate factors appear to be within a reasonable range of relevant competitors and are supported by Exhibit D.3.

Area of Practice (“AOP”) Modifier – An industry typical area of practice classification and rating element is proposed. An attempt has been made to make the classes as homogeneous as possible within each class by grouping those areas of practice with the most similar risk characteristics. The proposed rate factors appear to be within a reasonable range of relevant competitors and are supported by Exhibit D.4.

Prior Acts Modifier – An industry typical prior acts rating element is proposed. The proposed rate factors appear to be within a reasonable range of relevant competitors and are supported by Exhibit D.5.

Prior Claim / Litigation Modifier – An industry typical claim experience rating element is proposed. It is expected that the vast majority policyholders will be “claim free”. The proposed rate factors appear to be within a reasonable range of relevant competitors and are supported by Exhibit D.6.

Underwriting Exposure Debit and/or Credit – The Company proposes a number of industry typical debits/credits that address a variety of additional levels of specific exposure (higher or lower) for individual risks. The extreme risk diversity of the APL market requires an array of additional rate adjustments to address these widely varied risk exposures and provide a means for the most appropriate rate for risk.

Special Endorsements and/or Coverage – The Company proposes several special coverage endorsements to provide specialized coverage options to the market and provide our policyholders a means to customize coverage to their particular and widely diverse needs.

Deductible Modifier – An industry typical deductible (or retention) rating element is proposed. The proposed deductible modifiers appear to be within a reasonable range of relevant competitors and supported by Exhibit D.7.

Increased Limit Factors – An industry typical limit of liability rating element is proposed. The proposed limit of liability factors appear to be within a reasonable range of relevant competitors as supported by Exhibit D.8.

Extended Reporting Period (“ERP”) Coverage – The Company proposes to introduce specific rating for this coverage option. Multiple term options are available to provide the most flexibility for policyholders. It should be noted that ERP coverage is expected to be elected on only a very small percentage of policies.

The proposed program presented here is the result of a countrywide program review that includes an extensive analysis of internal and external data. To the extent where there was an absence of credible internal experience data, the Company relied more heavily upon industry data and/or benchmarking of competitor rate structures.

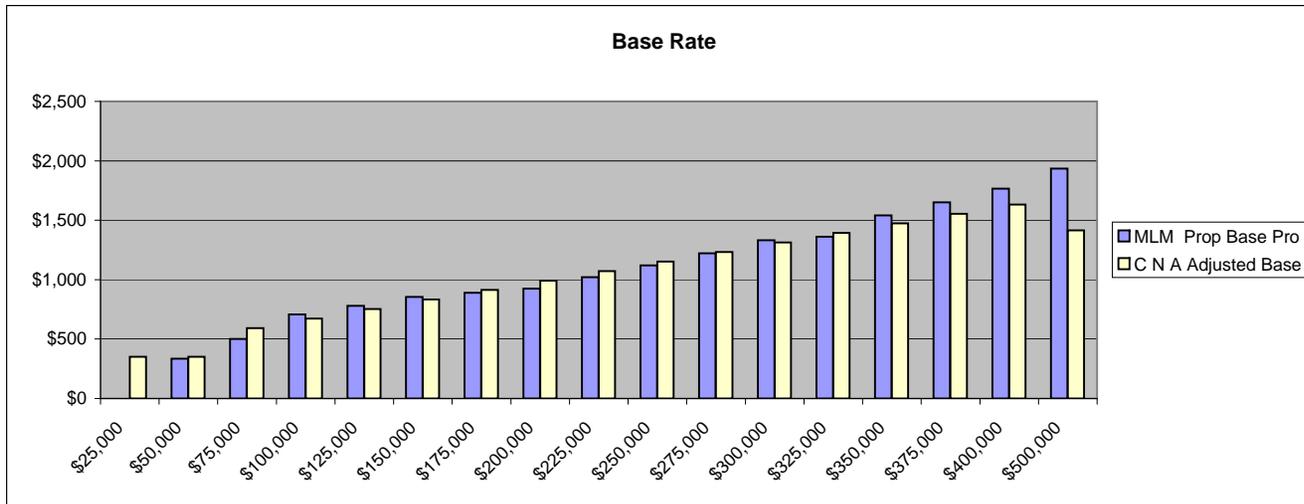
The Company ascertains the rate adequacy of the proposed program while being sensitive to the competitiveness in the public company APL marketplace. Moreover, the Company considers the proposed rate plan to be adequate, but not excessive nor unfairly discriminatory.

APL - Base Rate

Exhibit D.1

Base Risk: 1 Professional, 1M/1M Limits, 10K Deductible

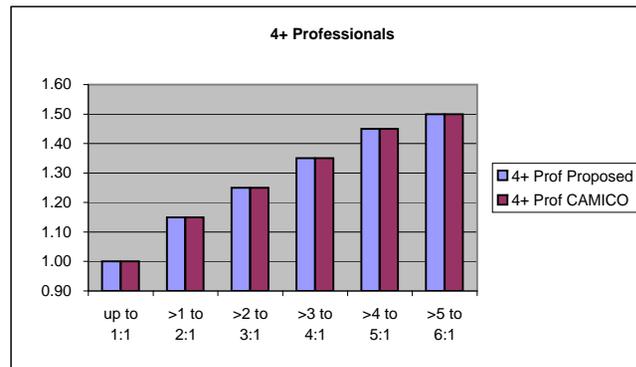
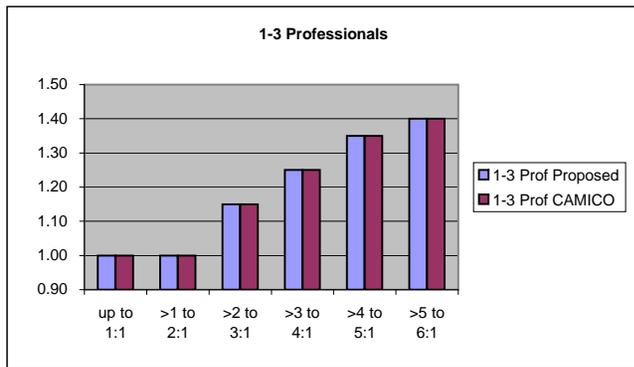
Total WTD Gross Revenue	Terr Grp 1		MLM Prop Base Pro	Terr Grp 1 C N A Rate	C N A Raw Base	C N A Adjusted Base	
	MLM Prop GR Av Fac	MLM Prop GR Rate					
\$25,000		0.0079		0.00668	\$167	\$352	
\$50,000	0.8500	0.0079	\$334	\$595	0.00668	\$334	\$352
\$75,000	0.8500	0.0079	\$500	\$893	0.00668	\$501	\$592
\$100,000	0.9000	0.0079	\$707	\$1,260	0.00668	\$668	\$672
\$125,000	0.9500	0.0014	\$779	\$1,390	0.00668	\$835	\$752
\$150,000	1.0000	0.0014	\$855	\$1,525	0.00668	\$1,002	\$832
\$175,000	1.0000	0.0014	\$890	\$1,588	0.00668	\$1,169	\$912
\$200,000	1.0000	0.0014	\$925	\$1,650	0.00668	\$1,336	\$993
\$225,000	1.0625	0.0014	\$1,020	\$1,821	0.00668	\$1,503	\$1,073
\$250,000	1.1250	0.0014	\$1,120	\$1,997	0.00668	\$1,670	\$1,153
\$275,000	1.1875	0.0014	\$1,223	\$2,183	0.00668	\$1,837	\$1,233
\$300,000	1.2500	0.0014	\$1,331	\$2,376	0.00668	\$2,004	\$1,313
\$325,000	1.3125	0.0011	\$1,361	\$2,576	0.00645	\$2,096	\$1,393
\$350,000	1.3750	0.0011	\$1,542	\$2,751	0.00645	\$2,258	\$1,473
\$375,000	1.4375	0.0011	\$1,651	\$2,947	0.00645	\$2,419	\$1,553
\$400,000	1.5000	0.0011	\$1,766	\$3,150	0.00645	\$2,580	\$1,633
\$500,000	1.5000	0.0011	\$1,934	\$3,450	0.00645	\$3,225	\$1,414



APL - Staffing Ratio

Exhibit D.2

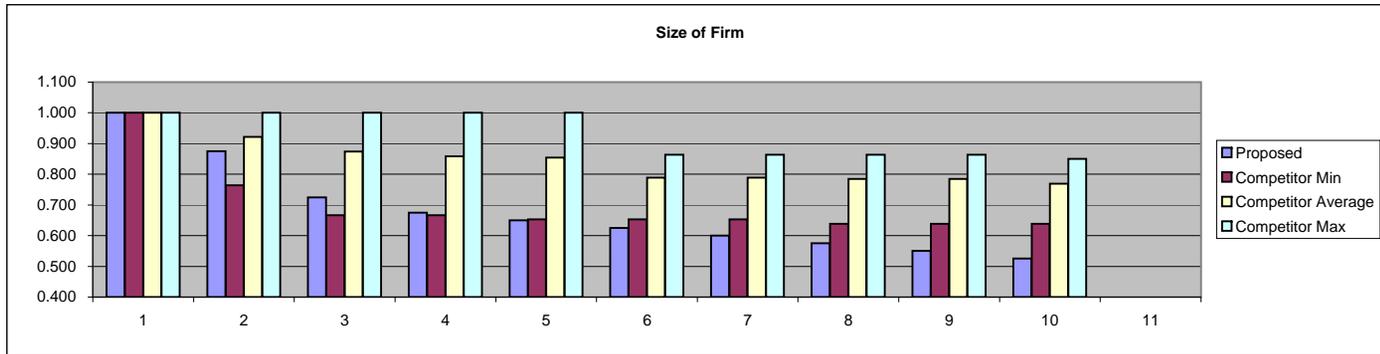
Staff : Professional Ratio	1-3 Prof Proposed	1-3 Prof CAMICO	4+ Prof Proposed	4+ Prof CAMICO
up to 1:1	1.00	1.00	1.00	1.00
>1 to 2:1	1.00	1.00	1.15	1.15
>2 to 3:1	1.15	1.15	1.25	1.25
>3 to 4:1	1.25	1.25	1.35	1.35
>4 to 5:1	1.35	1.35	1.45	1.45
>5 to 6:1	1.40	1.40	1.50	1.50
>6:1	addl 0.05 per	addl 0.05 per	addl 0.05 per	addl 0.05 per



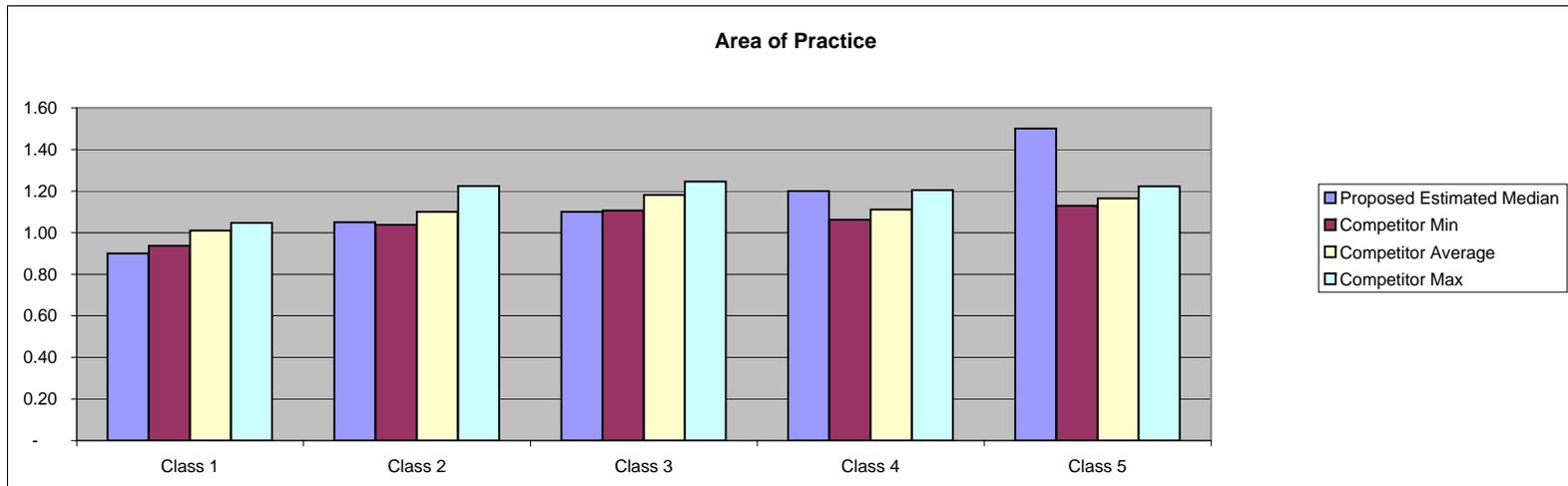
APL - Size of Firm

Exhibit D.3

Firm Size	Proposed	Competitor Average	Competitor Min	Competitor Max	MLM LPL	General Star	Chicago Insurance
1	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2	0.875	0.921	0.764	1.000	0.764	1.000	1.000
3	0.725	0.874	0.667	1.000	0.667	1.000	0.955
4	0.675	0.859	0.667	1.000	0.667	1.000	0.909
5	0.650	0.854	0.653	1.000	0.653	1.000	0.909
6	0.625	0.789	0.653	0.864	0.653	0.850	0.864
7	0.600	0.789	0.653	0.864	0.653	0.850	0.864
8	0.575	0.784	0.639	0.864	0.639	0.850	0.864
9	0.550	0.784	0.639	0.864	0.639	0.850	0.864
10	0.525	0.769	0.639	0.850	0.639	0.850	0.818
11+	varies	N/A	N/A	N/A			



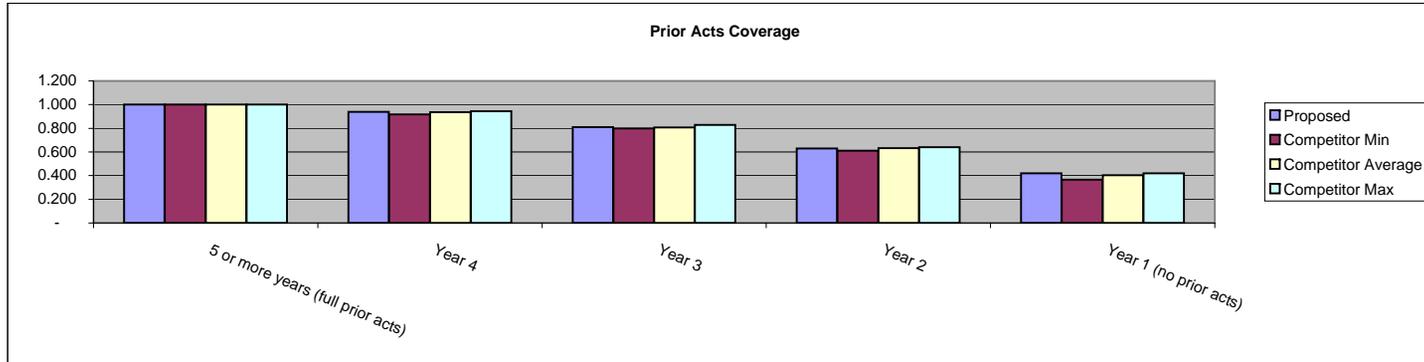
AOP Description	Proposed Min	Proposed Max	Proposed Estimated Median	Competitor Average	Competitor Min	Competitor Max	CNA P, Average	CAMICO Average	General Star Average
Class 1	0.85	1.10	0.90	1.01	0.94	1.05	1.05	1.04	0.94
Class 2	1.00	1.25	1.05	1.10	1.04	1.22	1.22	1.04	1.04
Class 3	1.10	1.30	1.10	1.18	1.11	1.25	1.25	1.11	1.19
Class 4	1.20	1.75	1.20	1.11	1.06	1.20	1.20	1.07	1.06
Class 5	1.30	2.00	1.50	1.16	1.13	1.22	1.22	1.14	1.13



APL - Prior Acts Coverage

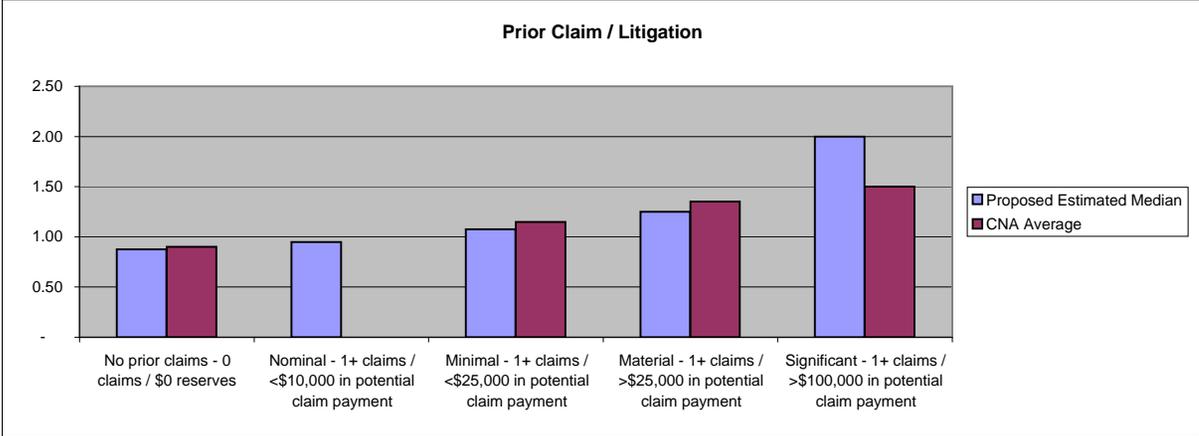
Exhibit D.5

Retroactive Date	Proposed	Competitor Average	Competitor Min	Competitor Max	CNA P	CAMICO	General Star	Chicago Insurance
5 or more years (full prior acts)	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Year 4	0.940	0.937	0.918	0.944	0.944	0.918	0.944	0.940
Year 3	0.810	0.807	0.798	0.830	0.798	0.800	0.798	0.830
Year 2	0.630	0.634	0.612	0.641	0.641	0.612	0.641	0.640
Year 1 (no prior acts)	0.420	0.404	0.365	0.420	0.416	0.365	0.416	0.420



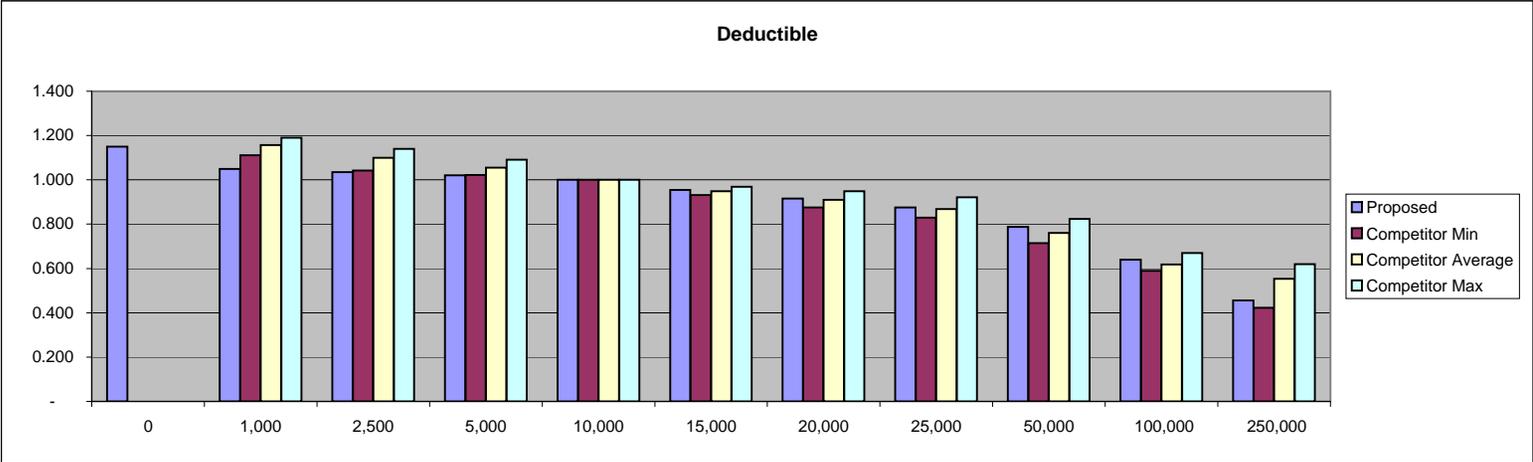
APL - Prior Claim / Litigation Modifier

Prior Claim / Litigation	Proposed Min	Proposed Max	Proposed Estimated Median	CNA Average
No prior claims - 0 claims / \$0 reserves	0.75	1.00	0.88	0.90
Nominal - 1+ claims / <\$10,000 in potential claim payment	0.80	1.10	0.95	N/A
Minimal - 1+ claims / <\$25,000 in potential claim payment	0.90	1.25	1.08	1.15
Material - 1+ claims / >\$25,000 in potential claim payment	1.00	1.50	1.25	1.35
Significant - 1+ claims / >\$100,000 in potential claim payment	1.00	5.00	2.00	1.50



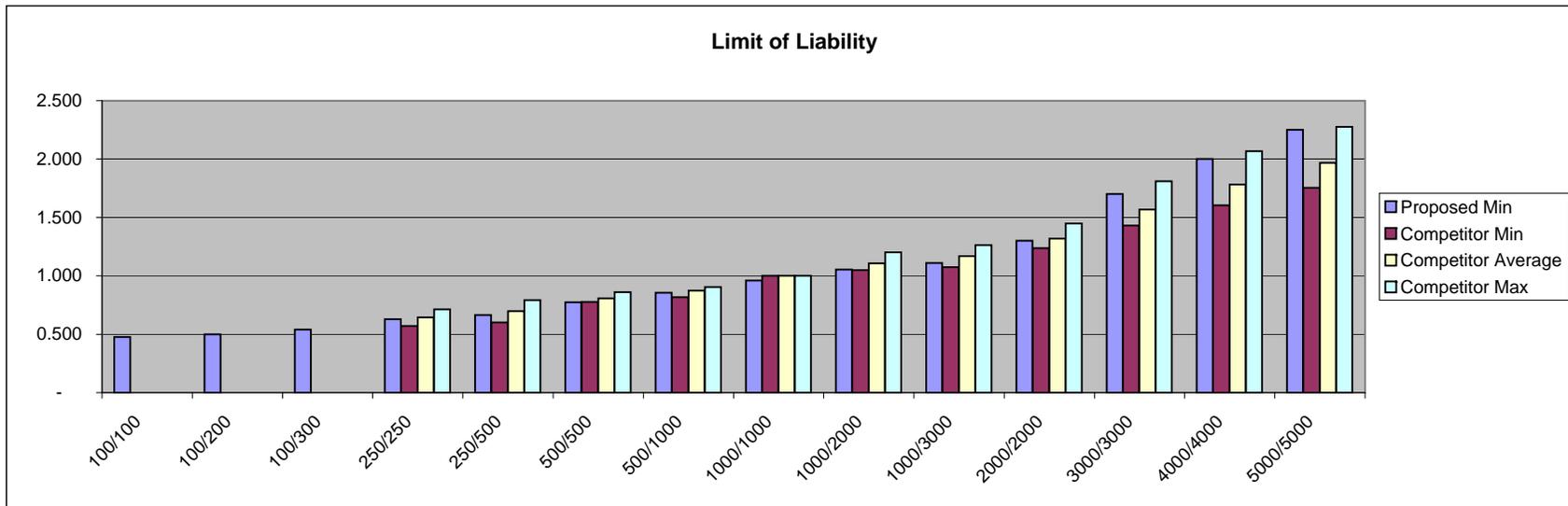
APL - Deductible

Deductible	Proposed	Competitor Average	Competitor Min	Competitor Max	CNA P	CAMICO MIN	CAMICO MAX	General Star
0	1.150	N/A	N/A	N/A				
1,000	1.050	1.157	1.111	1.190	1.111	1.170		1.190
2,500	1.035	1.099	1.042	1.140	1.078	1.042	1.136	1.140
5,000	1.020	1.056	1.022	1.091	1.022	1.026	1.091	1.083
10,000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
15,000	0.955	0.949	0.932	0.969	0.956	0.932	0.969	0.940
20,000	0.915	0.910	0.875	0.948	0.922	0.875	0.948	0.893
25,000	0.875	0.869	0.830	0.922	0.878	0.830	0.922	0.845
50,000	0.788	0.760	0.714	0.823	0.744		0.823	0.714
100,000	0.640	0.618	0.589	0.670	0.589		0.670	0.595
250,000	0.455	0.553	0.422	0.619	0.422		0.619	0.619



APL - Limits of Liability

Limit of Liability (000)	Proposed Min	Competitor Average	Competitor Min	Competitor Max	CNA P	CAMICO	General Star
100/100	0.475	N/A	N/A	N/A			
100/200	0.500	N/A	N/A	N/A			
100/300	0.540	N/A	N/A	N/A			
250/250	0.630	0.644	0.571	0.713	0.713	0.571	0.647
250/500	0.665	0.698	0.600	0.792	0.792	0.600	0.703
500/500	0.775	0.807	0.777	0.860	0.860	0.777	0.784
500/1000	0.855	0.872	0.816	0.904	0.904	0.816	0.897
1000/1000	0.960	1.000	1.000	1.000	1.000	1.000	1.000
1000/2000	1.055	1.107	1.050	1.202	1.202	1.050	1.069
1000/3000	1.110	1.170	1.075	1.264	1.264	1.075	
2000/2000	1.300	1.318	1.237	1.449	1.449	1.268	1.237
3000/3000	1.700	1.568	1.431	1.809	1.809	1.464	1.431
4000/4000	2.000	1.781	1.603	2.067	2.067	1.674	1.603
5000/5000	2.250	1.968	1.754	2.275	2.275	1.875	1.754



RATE/RULE FILING SCHEDULE

(This form must be provided ONLY when making a filing that includes rate-related items such as Rate; Rule; Rate & Rule; Reference; Loss Cost; Loss Cost & Rule or Rate, etc.)

(Do not refer to the body of the filing for the component/exhibit listing, unless allowed by state.)

1.	This filing transmittal is part of Company Tracking #	APL-010108-R
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2.	This filing corresponds to form filing number (Company tracking number of form filing, if applicable)	APL-010108-F
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Rate Increase
 Rate Decrease
 Rate Neutral (0%)

3.	Filing Method (Prior Approval, File & Use, Flex Band, etc.)	
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4a.	Rate Change by Company (As Proposed)
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Company Name	Overall % Indicated Change (when applicable)	Overall % Rate Impact	Written premium change for this program	# of policyholders affected for this program	Written premium for this program	Maximum % Change (where required)	Minimum % Change (where required)
CCIC	N/A	N/A	N/A	N/A	N/A	N/A	N/A

4b.	Rate Change by Company (As Accepted) For State Use Only
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Company Name	Overall % Indicated Change (when applicable)	Overall % Rate Impact	Written premium change for this program	# of policyholders affected for this program	Written premium for this program	Maximum % Change	Minimum % Change

5. Overall Rate Information (Complete for Multiple Company Filings only)

		COMPANY USE	STATE USE
5a	Overall percentage rate indication (when applicable)	N/A	
5b	Overall percentage rate impact for this filing	N/A	
5c	Effect of Rate Filing – Written premium change for this program	N/A	
5d	Effect of Rate Filing – Number of policyholders affected	N/A	

6.	Overall percentage of last rate revision	N/A – New Program
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7.	Effective Date of last rate revision	N/A – New Program
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8.	Filing Method of Last filing (Prior Approval, File & Use, Flex Band, etc.)	N/A – New Program
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9.	Rule # or Page # Submitted for Review	Replacement or withdrawn?	Previous state filing number, if required by state
01	Accountants Professional Liability Insurance - APL 28000 Rates (03-07), Pages 1-10	<input checked="" type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	
02		<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	
03		<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	

SERFF Tracking Number: MNLM-125198013 *State:* Arkansas
Filing Company: Carolina Casualty Insurance Company *State Tracking Number:* EFT \$100
Company Tracking Number: APL-010108-R
TOI: 17.1 Other Liability - Claims Made Only *Sub-TOI:* 17.1019 Professional Errors & Omissions Liability

Product Name: Accountants Professional Liability
Project Name/Number: APL 28000 (03-07)/03-07 Original

Superseded Attachments

Please note that all items on the following pages are items, which have been replaced by a newer version. The newest version is located with the appropriate schedule on previous pages. These items are in date order with most recent first.

Original Date:	Schedule	Document Name	Replaced Date	Attach Document
No original date	Rate and Rule	Rate Page 7	03/27/2008	Rate page 7 revised.pdf

Underwriting Exposure Debit and/or Credit Modifier

The underwriter will adjust the previously determined base rate to specifically address any particular concerns regarding any individual risk. The following table outlines the possible modifications to be used based on the particular characteristics of the risk. Other modifications unique to a risk may be used even if not indicated below. Several modifications may be applied, but in no event will the total modification exceed the maximum allowed by the state. This adjustment is applied on an aggregate basis.

General Modifications	Debit / Credit
Age of Company	0 % to ± 25 %
Financial Stability	0 % to ± 25 %
Merger / Acquisition Activity	0 % to ± 25 %
Multiple Locations / Intrastate Location	0 % to ± 25 %
Stability of Senior Management	0 % to ± 25 %
Accountants Professional Modifications	Debit / Credit
Risk Management	0 % to ± 25 %
Firm Management	0 % to ± 25 %
Nature / Type of Services	0 % to ± 25 %

Special Endorsements and/or Coverage Modifier

The individual risk has the option to purchase several special endorsements and/or coverages. The following table outlines the possible debit / credit modification to be used based on the particular special endorsement and/or coverage purchased. This adjustment is applied on an aggregate basis.

Special Endorsements and/or Coverage	Endorsement #	Debit / Credit
Addition of Additional Insured(s) / Entity(ies) / Predecessor Firm(s)	APL 283071; APL 283074; APL 283078; APL 283124	With Past Acts = \$150 Without Past Acts = \$100
Modified Supplemental Coverage(s)	APL 285070; APL 285080; APL 285090; APL 285100	+ 5 %
Aggregate Deductible	APL 285053	+ 1.5 %
Choice of Legal Counsel	APL 286011; APL 286012	+ 25 %
Coinsurance (Partial Policy only)	APL 285012	0 %
Continuity	N/A	- 10 %
Claims Expense in Addition to the Limit	APL 285031; APL 285032; APL 285033	+ 25 % + 10 % + 10 %
Damages only Deductible	APL 285041; APL 285042; APL 285045	+ 4 %
Deletion of Insured	APL 283072	0 %
Deletion of Predecessor Firm	APL 283125	0 %
Eldercare Services Bodily Injury Endorsement	APL 283210	+ 7.5 %
Employment Practices Claims Expense Coverage	APL 281082	\$10,000 limit = \$25 \$25,000 limit = \$35
Fee Dispute Exclusion	APL 284211	- 5 %
Known Wrongful Act Exclusion	APL 284318	0 %
Nonprofit Directorship Claims Expense Coverage	APL 281052	\$100,000 limit = \$150 \$500,000 limit = \$300 \$1,000,000 limit = \$500
Punitive Damages Coverage	APL 283042	+ 25 %
Securities Services Exclusion	APL 284333	0 %
Specific Client Exclusion	APL 284215	0 %
Sub-Limit Endorsement(s)	APL 285021; APL 285022; APL 285026; APL 285027	25% limit = 0 % or - 2 % 50% limit = 0 % or - 3 %
Waiver of Deductible if No Liability	APL 285014	+ 10 %

This Monitor Liability Managers, Inc. document contains information that is privileged, confidential and is intended for internal purposes only.