

| | | | |
|--------------------------|--------------------------------------|------------------------|---|
| SERFF Tracking Number: | SFMA-125986994 | State: | Arkansas |
| Filing Company: | State Farm Fire and Casualty Company | State Tracking Number: | EFT \$100 |
| Company Tracking Number: | HO-24712 | | |
| TOI: | 04.0 Homeowners | Sub-TOI: | 04.0000 Homeowners Sub-TOI Combinations |
| Product Name: | HO-24712 | | |
| Project Name/Number: | HO-24712/HO-24712 | | |

Filing at a Glance

Company: State Farm Fire and Casualty Company

Product Name: HO-24712

SERFF Tr Num: SFMA-125986994 State: Arkansas

TOI: 04.0 Homeowners

SERFF Status: Closed

State Tr Num: EFT \$100

Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations

Co Tr Num: HO-24712

State Status: Fees verified and received

Filing Type: Rate/Rule

Co Status:

Reviewer(s): Becky Harrington, Betty Montesi

Authors: Richard Haberer, Laurel Poshard, Robin Dunagan

Disposition Date: 02/06/2009

Date Submitted: 01/29/2009

Disposition Status: Filed

Effective Date Requested (New): 04/15/2009

Effective Date (New): 04/15/2009

Effective Date Requested (Renewal): 06/01/2009

Effective Date (Renewal): 06/01/2009

State Filing Description:

General Information

Project Name: HO-24712

Status of Filing in Domicile: Not Filed

Project Number: HO-24712

Domicile Status Comments:

Reference Organization: N/A

Reference Number: N/A

Reference Title: N/A

Advisory Org. Circular: N/A

Filing Status Changed: 02/06/2009

State Status Changed: 01/30/2009

Deemer Date:

Corresponding Filing Tracking Number:

Filing Description:

We respectfully submit a revision to our independent Homeowners Program, which results in a rate level increase of 9.0%. The details of and support for the change are outlined in the attached Filing Memorandum and supporting exhibits.

The rate level changes contained in this filing specifically consider the expected effect that any prior changes in policy language will have on our future underwriting experience. The changes detailed in this filing reflect our best efforts to

SERFF Tracking Number: SFMA-125986994 State: Arkansas
Filing Company: State Farm Fire and Casualty Company State Tracking Number: EFT \$100
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Product Name: HO-24712
Project Name/Number: HO-24712/HO-24712

recognize our actuarially suggested income needs and have premiums that are as competitive as possible.

We do not rely solely on rate activity to achieve our objective of continued financial solidity. We also concentrate on continued improvements in the way we service the business we write. These improvements range from internal expense controls to ongoing enhancements in the loss settlement process. We also invest and participate in many loss prevention and control activities. The attached Loss Mitigation Exhibit outlines some of these activities.

Form H-1 has not been updated because no changes are needed.

We see no positive or negative impact of our rates on the affected fire departments.

We submit this filing to be effective April 15, 2009 for new business and June 1, 2009 for renewals.

Sincerely,

Kathy Popejoy, F.C.A.S., MAAA
Actuary and Assistant Secretary-Treasurer
(309) 766-2325
kathy.popejoy.a0gq@statefarm.com

Meg Astudillo
Pricing Manager
(309) 766-9455
meg.astudillo.no5i@statefarm.com

Company and Contact

Filing Contact Information

Meg Astudillo, meg.astudillo.no5i@statefarm.com
One State Farm Plaza (309) 766-9455 [Phone]
Bloomington, IL 61710 (309) 766-0225[FAX]

Filing Company Information

SERFF Tracking Number: SFMA-125986994 State: Arkansas
Filing Company: State Farm Fire and Casualty Company State Tracking Number: EFT \$100
Company Tracking Number: HO-24712
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: HO-24712
Project Name/Number: HO-24712/HO-24712

State Farm Fire and Casualty Company
1 State Farm Plaza
Bloomington, IL 61710
(309) 735-0649 ext. [Phone]

CoCode: 25143
Group Code: 176
Group Name:
FEIN Number: 37-0533080

State of Domicile: Illinois
Company Type:
State ID Number:

SERFF Tracking Number: SFMA-125986994 State: Arkansas
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Product Name: HO-24712
Project Name/Number: HO-24712/HO-24712

Filing Fees

Fee Required? Yes
Fee Amount: \$100.00
Retaliatory? No
Fee Explanation: \$100 per rate filing X 1 rate filing = \$100.
Per Company: No

| COMPANY | AMOUNT | DATE PROCESSED | TRANSACTION # |
|--------------------------------------|----------|----------------|---------------|
| State Farm Fire and Casualty Company | \$100.00 | 01/29/2009 | 25349311 |

SERFF Tracking Number: SFMA-125986994 State: Arkansas
 Filing Company: State Farm Fire and Casualty Company State Tracking Number: EFT \$100
 Company Tracking Number: HO-24712
 TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
 Product Name: HO-24712
 Project Name/Number: HO-24712/HO-24712

Correspondence Summary

Dispositions

| Status | Created By | Created On | Date Submitted |
|--------|------------------|------------|----------------|
| Filed | Becky Harrington | 02/06/2009 | 02/06/2009 |

Objection Letters and Response Letters

| Objection Letters | | | | Response Letters | | |
|---------------------------------|---------------------|------------|----------------|------------------|------------|----------------|
| Status | Created By | Created On | Date Submitted | Responded By | Created On | Date Submitted |
| Pending Industry Response | Becky Harrington | 01/30/2009 | 01/30/2009 | Robin Dunagan | 02/04/2009 | 02/04/2009 |

SERFF Tracking Number: SFMA-125986994 State: Arkansas
 Filing Company: State Farm Fire and Casualty Company State Tracking Number: EFT \$100
 Company Tracking Number: HO-24712
 TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
 Product Name: HO-24712
 Project Name/Number: HO-24712/HO-24712

Disposition

Disposition Date: 02/06/2009
 Effective Date (New): 04/15/2009
 Effective Date (Renewal): 06/01/2009
 Status: Filed
 Comment:

| Company Name: | Overall % Rate Impact: | Written Premium Change for this Program: | # of Policy Holders Affected for this Program: | Premium: | Maximum % Change (where required): | Minimum % Change (where required): | Overall % Indicated Change: |
|--------------------------------------|------------------------|--|--|---------------|------------------------------------|------------------------------------|-----------------------------|
| State Farm Fire and Casualty Company | 9.000% | \$10,210,644 | 141,730 | \$113,451,595 | -21.300% | 38.100% | 10.200% |

SERFF Tracking Number: SFMA-125986994 State: Arkansas
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 TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
 Product Name: HO-24712
 Project Name/Number: HO-24712/HO-24712

| Item Type | Item Name | Item Status | Public Access |
|----------------------------|---|--------------------|----------------------|
| Supporting Document | Form RF-2 Loss Costs Only (not for workers' compensation) | | Yes |
| Supporting Document | H-1 Homeowners Abstract | Filed | Yes |
| Supporting Document | HPCS-Homeowners Premium Comparison Survey | Filed | Yes |
| Supporting Document | NAIC loss cost data entry document | Filed | Yes |
| Supporting Document | Uniform Transmittal Document-Property & Casualty | Filed | Yes |
| Supporting Document | Filing Memo and Exhibits | Filed | Yes |
| Supporting Document | SF Response | Filed | Yes |
| Rate | Manual Pages | Filed | Yes |

SERFF Tracking Number: SFMA-125986994 State: Arkansas
Filing Company: State Farm Fire and Casualty Company State Tracking Number: EFT \$100
Company Tracking Number: HO-24712
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: HO-24712
Project Name/Number: HO-24712/HO-24712

Objection Letter

Objection Letter Status Pending Industry Response

Objection Letter Date 01/30/2009

Submitted Date 01/30/2009

Respond By Date

Dear Meg Astudillo,

This will acknowledge receipt of the captioned filing.

Objection 1

- Filing Memo and Exhibits (Supporting Document)

Comment: Do the HO zone changes follow the Renters? Provide a chart for homeowners similar to the renters on page 4 of filing memorandum.

Objection 2

- Filing Memo and Exhibits (Supporting Document)

Comment: Provide statistical data that supports the changes to the subzone definitions described under Item III, A.

Provide an exhibit showing the selected and indicated assignments, and the impact for the subzones.

Were adjustments made to all subzone factors?

Please feel free to contact me if you have questions.

In accordance with Regulation 23, Section 7.A., this filing may not be implemented until 20 days after the requested amendment(s) and/or information is received.

Sincerely,

Becky Harrington

Response Letter

Response Letter Status Submitted to State

Response Letter Date 02/04/2009

Submitted Date 02/04/2009

Dear Becky Harrington,

SERFF Tracking Number: SFMA-125986994 State: Arkansas
Filing Company: State Farm Fire and Casualty Company State Tracking Number: EFT \$100
Company Tracking Number: HO-24712
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: HO-24712
Project Name/Number: HO-24712/HO-24712

Comments:

Response 1

Comments: Please see "SF Response" in Supporting Documents.

Sincerely,
Meg Astudillo
Pricing Manager

Related Objection 1

Applies To:

- Filing Memo and Exhibits (Supporting Document)

Comment:

Do the HO zone changes follow the Renters? Provide a chart for homeowners similar to the renters on page 4 of filing memorandum.

Related Objection 2

Applies To:

- Filing Memo and Exhibits (Supporting Document)

Comment:

Provide statistical data that supports the changes to the subzone definitions described under Item III, A.

Provide an exhibit showing the selected and indicated assignments, and the impact for the subzones.

Were adjustments made to all subzone factors?

Changed Items:

Supporting Document Schedule Item Changes

Satisfied -Name: SF Response

Comment:

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

Sincerely,
Laurel Poshard, Richard Haberer, Robin Dunagan

SERFF Tracking Number: SFMA-125986994
 Filing Company: State Farm Fire and Casualty Company
 Company Tracking Number: HO-24712
 TOI: 04.0 Homeowners
 Product Name: HO-24712
 Project Name/Number: HO-24712/HO-24712

State: Arkansas
 State Tracking Number: EFT \$100
 Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations

Rate Information

Rate data applies to filing.

Filing Method: File and Use
Rate Change Type: Increase
Overall Percentage of Last Rate Revision: 1.600%
Effective Date of Last Rate Revision: 06/01/2008
Filing Method of Last Filing: File and Use

Company Rate Information

| Company Name: | Overall % Indicated Change: | Overall % Rate Impact: | Written Premium Change for this Program: | # of Policy Holders Affected for this Program: | Premium: | Maximum % Change (where required): | Minimum % Change (where required): |
|---|-----------------------------------|---------------------------|--|---|---------------|--|--|
| State Farm Fire and Casualty Company | 10.200% | 9.000% | \$10,210,644 | 141,730 | \$113,451,595 | -21.300% | 38.100% |

SERFF Tracking Number: SFMA-125986994 State: Arkansas
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Rate/Rule Schedule

| Review Status: | Exhibit Name: | Rule # or Page #: | Rate Action | Previous State Filing Attachments Number: |
|----------------|---------------|-------------------|-------------|--|
| Filed | Manual Pages | See Attached | Replacement | AR HO-24712 (Operations) Eff 04-15-09.pdf |

SUMMARY OF REVISIONS

The following table summarizes the changes contained in this revision.

| Item | Description |
|--------------------|--|
| Zone/Subzone | Zone/Subzones are revised. |
| Base Rates | Base rates are revised for all forms. Construction rates are revised for Homeowners. |
| Deductibles | Tenant deductible adjustments are revised. |
| Medical Payments | The \$4,000 limit is no longer available for new business. The \$10,000 limit is now available for new business. |
| Optional Coverages | Premium sare revised for optional Child Care, Condominium Unitowners, Loss Assessments, and Increased Building coverage. |

Throughout this manual, ***bold italics*** font indicates information that is not displayed in the Agents manual.

RULES

The rules, rates, and premiums in this manual govern the writing of all Homeowners policies. The rules and rates filed by or on behalf of the Company for each coverage shall govern in all cases not specifically provided for in these rules.

RULES FOR ALL POLICY FORMS

1. ELIGIBILITY

A. Homeowners Policy

1. A dwelling occupied by the owner and used principally for private residential purposes. The dwelling can have one or two families, but cannot have more than five roomers or boarders per family.
2. A single family unit within a row house, town house, condominium or cooperative occupied by the owner and used principally for private residential purposes.
3. A new dwelling that is under construction for one or two families to be occupied by the owner.
4. A secondary dwelling, including seasonal dwellings, occupied by the owner and used principally for private residential purposes.

B. Renters Policy

1. The tenant of any dwelling, apartment, condominium or cooperative unit.
2. The owner, who is also an occupant, of a dwelling or building containing an apartment that is not eligible for another Homeowners form.
3. The owner of a cooperative unit, provided:
 - a. The portion of the premises occupied as living quarters is used principally for private residential purposes.
 - b. This portion is not occupied by more than one additional family or more than two roomers or boarders.
 - c. This portion is designated by an apartment number or other positive identification.

C. Condominium Unitowners Policy

1. Owner occupied units, including seasonal units, which are part of a community association organized under condominium, cooperative, town house or planned development form of ownership and where provision has been made for a master policy covering the residential building(s) real property exposure. The unit must be used principally for private residential purposes.

2. Rental or investment units in an association as described in 1. if occasionally occupied by the owner. The named insured must be an individual. Partnerships, corporations or similar legal entities are not eligible for Homeowners coverage.

Note: The term "owner" includes persons purchasing a dwelling, such as under a mortgage agreement or contract of sale.

2. POLICY PERIOD AND PREMIUM PAYMENT

All premiums and rates shown in this manual are on an annual term basis. All policies are initially written for a one year term and are then automatically renewed annually. The rates on renewals will be those rates in effect at that time.

3. OTHER INSURANCE

Other insurance covering the same property is permitted only when the other insurance is for perils not covered by the policy (for example, Flood Insurance).

4. MINIMUM PREMIUMS

The annual minimum premium is shown below.

| Policy Form | Minimum Premium |
|------------------------------------|-----------------|
| Homeowners | \$200 |
| Renters and Condominium Unitowners | \$100 |

5. ROUNDING OF PREMIUMS

Any computations for additional coverages or additional amounts of insurance are to be rounded separately to the nearest dollar. Fifty cents or more is to be considered as a dollar.

6. TRANSFER

Transfer of the policy to another location within the state is allowed provided the new location meets eligibility requirements. Transfers are subject to any necessary adjustment of premium.

7. MID-TERM CHANGES

Changes that affect coverage or a risk characteristic used in rating the policy may be made during the policy term, unless otherwise stated in this manual. Mid-term changes to take advantage of a new discount or charge **or** a rate or classification change implemented by the company during the policy term are **not** permitted.

If a different premium is required for the remainder of the current policy term, the additional or return premium is to be computed pro rata unless otherwise stated in this manual.

8. CANCELLATION

When a policy is cancelled, the annual premium that applies to the policy period multiplied by the pro rata factor is returned to the insured.

Calculate the pro rata factor as follows:

- A. Compute the number of days left in the annual term until the policy expires (for example, 122 days).
- B. Divide the number of days by 365 (days in a year) and round to 3 decimal places. This produces the pro rata factor. A few examples may help:

| Number of Days | Divided By | Pro Rata Factor |
|----------------|------------|-----------------|
| 360 | 365 | 0.986 |
| 240 | 365 | 0.658 |
| 122 | 365 | 0.334 |
| 73 | 365 | 0.200 |
| 34 | 365 | 0.093 |

9. RESTRICTION OF COVERAGE

The named insured can request a restriction on an individual policy. The circumstances or exposure must be so unusual that without the restriction the policy would not be issued. No reduction from the prescribed rate and minimum premium is allowed. Refer each request to the Company.

10. CONSTRUCTION CLASSIFICATIONS

A. Frame

A dwelling with exterior walls of combustible construction (including walls with metal, stucco, or metal lath and plaster on combustible supports) is classified as frame.

B. Masonry

A dwelling with exterior walls of brick, concrete, concrete block, adobe, tile, or other masonry materials is classified as masonry.

C. Masonry Veneer

A dwelling with walls of combustible construction veneered with masonry materials is classified as masonry veneer.

D. Fire Resistive

A building with walls, floor, and roof constructed entirely of masonry or fire resistive materials with a Fire Resistance rating of not less than one hour is classified as fire resistive.

E. Mixed Construction

RULES

A dwelling shall be classified as frame construction when the wall area of frame construction (excluding gables) exceeds 33 1/3% of the total wall area.

ZONES

This section provides the rules for the assignment of the zone and subzone.

ZONE DEFINITIONS

Refer to Company for ZIP Codes not listed.

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 71601 | | | 25 | 13 |
| 71602 | | | 25 | 11 |
| 71603 | | | 25 | 13 |
| 71612 | | | 25 | 11 |
| 71613 | | | 25 | 13 |
| 71630 | | | 25 | 14 |
| 71631 | | | 25 | 16 |
| 71635 | | | 25 | 13 |
| 71638 | | | 25 | 13 |
| 71638 | Outside | | 25 | 14 |
| 71639 | | | 25 | 12 |
| 71640 | | | 25 | 18 |
| 71642 | | | 25 | 18 |
| 71643 | | | 25 | 14 |
| 71644 | | | 25 | 14 |
| 71646 | | | 25 | 14 |
| 71646 | Outside | | 25 | 15 |
| 71647 | | | 25 | 16 |
| 71651 | | | 25 | 15 |
| 71652 | | | 25 | 16 |
| 71653 | | | 25 | 15 |
| 71654 | | | 25 | 14 |
| 71655 | | | 25 | 09 |
| 71656 | | | 25 | 10 |
| 71657 | | | 25 | 09 |
| 71658 | | | 25 | 14 |
| 71659 | | | 25 | 13 |
| 71660 | | | 25 | 16 |
| 71661 | | | 25 | 16 |
| 71662 | | | 25 | 15 |
| 71663 | | | 25 | 16 |
| 71665 | | | 25 | 16 |
| 71666 | | | 25 | 10 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 71667 | | | 25 | 14 |
| 71670 | | | 25 | 14 |
| 71671 | | | 25 | 12 |
| 71674 | | | 25 | 14 |
| 71675 | | | 25 | 14 |
| 71676 | | | 25 | 15 |
| 71677 | | | 25 | 15 |
| 71678 | | | 25 | 16 |
| 71701 | | | 25 | 10 |
| 71711 | | | 25 | 10 |
| 71720 | | | 25 | 10 |
| 71720 | Outside | | 25 | 11 |
| 71721 | | | 25 | 09 |
| 71722 | | | 25 | 10 |
| 71724 | | | 25 | 08 |
| 71725 | | | 25 | 15 |
| 71726 | | | 25 | 10 |
| 71726 | Outside | | 25 | 11 |
| 71728 | | | 25 | 09 |
| 71730 | | | 25 | 08 |
| 71740 | | | 25 | 08 |
| 71742 | | | 25 | 12 |
| 71743 | | | 25 | 09 |
| 71744 | | | 25 | 15 |
| 71745 | | | 25 | 15 |
| 71747 | | | 25 | 15 |
| 71748 | | | 25 | 16 |
| 71749 | | | 25 | 10 |
| 71750 | | | 25 | 08 |
| 71751 | | | 25 | 15 |
| 71752 | | | 25 | 13 |
| 71753 | | | 25 | 08 |
| 71754 | | | 25 | 08 |
| 71758 | | | 25 | 15 |
| 71759 | | | 25 | 08 |
| 71762 | | | 25 | 10 |
| 71763 | | | 25 | 15 |
| 71764 | | | 25 | 08 |
| 71764 | Outside | | 25 | 11 |
| 71765 | | | 25 | 15 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 71766 | | | 25 | 14 |
| 71769 | | | 25 | 15 |
| 71770 | | | 25 | 08 |
| 71801 | | | 25 | 10 |
| 71802 | | | 25 | 10 |
| 71820 | | | 25 | 10 |
| 71822 | | | 25 | 10 |
| 71823 | | | 25 | 16 |
| 71825 | | | 25 | 15 |
| 71826 | | | 25 | 14 |
| 71827 | | | 25 | 06 |
| 71827 | Outside | | 25 | 09 |
| 71828 | | | 25 | 15 |
| 71831 | | | 25 | 15 |
| 71832 | | | 25 | 12 |
| 71833 | | | 25 | 11 |
| 71834 | | | 25 | 16 |
| 71835 | | | 25 | 13 |
| 71836 | | | 25 | 11 |
| 71837 | | | 25 | 16 |
| 71838 | | | 25 | 14 |
| 71839 | | | 25 | 13 |
| 71840 | | | 25 | 16 |
| 71841 | | | 25 | 16 |
| 71842 | | | 25 | 13 |
| 71845 | | | 25 | 09 |
| 71846 | | | 25 | 16 |
| 71847 | | | 25 | 16 |
| 71851 | | | 25 | 14 |
| 71852 | | | 25 | 12 |
| 71853 | | | 25 | 11 |
| 71854 | | | 25 | 11 |
| 71855 | | | 25 | 15 |
| 71857 | | | 25 | 08 |
| 71857 | Outside | | 25 | 11 |
| 71858 | | | 25 | 15 |
| 71859 | | | 25 | 15 |
| 71860 | | | 25 | 06 |
| 71861 | | | 25 | 13 |
| 71862 | | | 25 | 14 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|-----------------|-------------|---------------|-------------|----------------|
| 71864 | | | 25 | 15 |
| 71865 | | | 25 | 11 |
| 71866 | | | 25 | 15 |
| 71901 | | | 10 | 08 |
| 71902 | | | 10 | 08 |
| 71903 | | | 10 | 08 |
| 71909 | | | 10 | 09 |
| 71910 | | | 10 | 09 |
| 71913 | | | 10 | 10 |
| 71914 | | | 10 | 10 |
| 71920 | | | 25 | 13 |
| 71921 | | | 25 | 13 |
| 71922 | | | 25 | 13 |
| 71923 | | | 25 | 09 |
| 71929 | | | 25 | 08 |
| 71933 | | | 25 | 08 |
| 71935 | | | 10 | 15 |
| 71937 | | | 10 | 15 |
| 71940 | | | 25 | 12 |
| 71941 | | | 25 | 13 |
| 71942 | | | 25 | 15 |
| 71943 | | | 25 | 11 |
| 71944 | | | 10 | 15 |
| 71945 | | | 10 | 16 |
| 71949 | | | 10 | 14 |
| 71950 | | | 25 | 16 |
| 71952 | | | 25 | 16 |
| 71953 | | | 10 | 15 |
| 71956 | | | 10 | 11 |
| 71957 | | | 10 | 15 |
| 71958 | | | 25 | 13 |
| 71959 | | | 25 | 16 |
| 71960 | | | 10 | 17 |
| 71961 | | | 10 | 19 |
| 71962 | | | 25 | 15 |
| 71964 | | | 10 | 11 |
| 71965 | | | 10 | 19 |
| 71968 | | | 10 | 12 |
| 71969 | | | 10 | 19 |
| 71970 | | | 10 | 15 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|------|---------|------|---------|
| 71971 | | | 25 | 16 |
| 71972 | | | 10 | 15 |
| 71973 | | | 10 | 15 |
| 71998 | | | 25 | 10 |
| 72001 | | | 10 | 16 |
| 72002 | | | 25 | 08 |
| 72003 | | | 25 | 16 |
| 72004 | | | 25 | 15 |
| 72005 | | | 30 | 13 |
| 72006 | | | 30 | 14 |
| 72007 | | | 25 | 13 |
| 72010 | | | 30 | 14 |
| 72011 | | | 25 | 10 |
| 72012 | | | 30 | 09 |
| 72013 | | | 30 | 13 |
| 72014 | | | 30 | 14 |
| 72015 | | | 25 | 08 |
| 72016 | | PERRY | 10 | 11 |
| 72016 | | PULASKI | 10 | 13 |
| 72017 | | | 25 | 16 |
| 72018 | | | 25 | 08 |
| 72019 | | | 25 | 12 |
| 72020 | | | 30 | 14 |
| 72021 | | | 25 | 13 |
| 72022 | | | 25 | 10 |
| 72023 | | | 25 | 07 |
| 72024 | | | 25 | 13 |
| 72025 | | | 10 | 16 |
| 72026 | | | 25 | 16 |
| 72027 | | | 30 | 13 |
| 72028 | | | 30 | 13 |
| 72029 | | | 25 | 13 |
| 72030 | | | 30 | 13 |
| 72031 | | | 30 | 10 |
| 72032 | | | 30 | 09 |
| 72033 | | | 30 | 09 |
| 72034 | | | 30 | 07 |
| 72035 | | | 30 | 08 |
| 72036 | | | 30 | 13 |
| 72037 | | | 25 | 16 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|-----------------|-------------|---------------|-------------|----------------|
| 72038 | | | 25 | 16 |
| 72039 | | | 30 | 14 |
| 72040 | | | 25 | 13 |
| 72041 | | | 25 | 14 |
| 72042 | | | 25 | 13 |
| 72043 | | | 30 | 14 |
| 72044 | | | 30 | 10 |
| 72045 | | | 30 | 13 |
| 72046 | | | 25 | 14 |
| 72047 | | | 30 | 15 |
| 72048 | | | 25 | 16 |
| 72051 | | | 30 | 13 |
| 72052 | | | 30 | 13 |
| 72053 | | | 25 | 14 |
| 72055 | | | 25 | 14 |
| 72057 | | | 25 | 14 |
| 72058 | | | 30 | 13 |
| 72059 | | | 30 | 14 |
| 72060 | | | 30 | 13 |
| 72061 | | | 30 | 13 |
| 72063 | | | 30 | 13 |
| 72064 | | | 25 | 15 |
| 72065 | | | 25 | 16 |
| 72066 | | | 25 | 15 |
| 72067 | | | 30 | 07 |
| 72068 | | | 30 | 13 |
| 72069 | | | 25 | 17 |
| 72070 | | | 10 | 11 |
| 72072 | | | 25 | 14 |
| 72073 | | | 25 | 14 |
| 72074 | | | 30 | 13 |
| 72075 | | | 30 | 14 |
| 72076 | | | 25 | 08 |
| 72078 | | | 25 | 08 |
| 72079 | | | 25 | 13 |
| 72080 | | | 30 | 13 |
| 72081 | | | 30 | 13 |
| 72082 | | | 30 | 13 |
| 72083 | | | 25 | 16 |
| 72084 | | | 25 | 13 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 72085 | | | 30 | 14 |
| 72086 | | | 25 | 11 |
| 72087 | | | 25 | 11 |
| 72088 | | | 30 | 06 |
| 72089 | | | 25 | 10 |
| 72099 | | | 25 | 08 |
| 72101 | | | 30 | 11 |
| 72102 | | | 30 | 11 |
| 72103 | | | 25 | 12 |
| 72104 | | | 25 | 07 |
| 72105 | | | 25 | 13 |
| 72106 | | | 30 | 07 |
| 72106 | Outside | | 30 | 09 |
| 72107 | | | 30 | 06 |
| 72107 | Outside | | 30 | 09 |
| 72108 | | | 25 | 13 |
| 72110 | | | 30 | 08 |
| 72111 | | | 30 | 15 |
| 72112 | | | 30 | 14 |
| 72113 | | | 25 | 10 |
| 72114 | | | 25 | 07 |
| 72115 | | | 25 | 07 |
| 72116 | | | 25 | 08 |
| 72117 | | | 25 | 08 |
| 72118 | | | 25 | 07 |
| 72118 | Outside | | 25 | 09 |
| 72119 | | | 25 | 07 |
| 72120 | | | 25 | 07 |
| 72121 | | | 30 | 09 |
| 72122 | | | 25 | 14 |
| 72123 | | | 30 | 11 |
| 72124 | | | 25 | 07 |
| 72125 | | | 10 | 14 |
| 72126 | | | 10 | 14 |
| 72127 | | CONWAY | 30 | 06 |
| 72127 | | PERRY | 30 | 06 |
| 72127 | Outside | CONWAY | 30 | 09 |
| 72127 | Outside | PERRY | 30 | 06 |
| 72128 | | | 25 | 15 |
| 72129 | | | 25 | 13 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|------|--------|------|---------|
| 72130 | | | 30 | 13 |
| 72131 | | | 30 | 09 |
| 72132 | | | 25 | 12 |
| 72133 | | | 25 | 16 |
| 72134 | | | 25 | 19 |
| 72135 | | | 25 | 10 |
| 72136 | | | 30 | 13 |
| 72137 | | | 30 | 13 |
| 72139 | | | 30 | 14 |
| 72140 | | | 25 | 15 |
| 72141 | | | 30 | 13 |
| 72142 | | | 25 | 16 |
| 72143 | | | 30 | 14 |
| 72145 | | | 30 | 14 |
| 72149 | | | 30 | 10 |
| 72150 | | | 25 | 08 |
| 72152 | | | 25 | 11 |
| 72153 | | | 30 | 08 |
| 72156 | | | 30 | 13 |
| 72157 | | | 30 | 13 |
| 72160 | | | 25 | 12 |
| 72164 | | | 25 | 14 |
| 72165 | | | 13 | 13 |
| 72166 | | | 25 | 13 |
| 72167 | | | 25 | 14 |
| 72168 | | | 25 | 15 |
| 72169 | | | 30 | 14 |
| 72170 | | | 25 | 15 |
| 72173 | | | 30 | 12 |
| 72175 | | | 25 | 16 |
| 72176 | | | 25 | 08 |
| 72178 | | | 30 | 14 |
| 72179 | | | 30 | 12 |
| 72180 | | | 25 | 16 |
| 72181 | | | 30 | 13 |
| 72182 | | | 25 | 15 |
| 72183 | | | 25 | 14 |
| 72190 | | | 25 | 08 |
| 72199 | | | 25 | 08 |
| 72201 | | | 25 | 07 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|------------|------|---------|
| 72202 | | | 25 | 07 |
| 72204 | | | 25 | 08 |
| 72205 | | | 25 | 06 |
| 72206 | | | 25 | 14 |
| 72207 | | | 25 | 07 |
| 72209 | | | 25 | 11 |
| 72210 | | | 25 | 08 |
| 72211 | | | 25 | 04 |
| 72212 | | | 25 | 06 |
| 72214 | | | 25 | 08 |
| 72215 | | | 25 | 06 |
| 72216 | | | 25 | 14 |
| 72217 | | | 25 | 07 |
| 72219 | | | 25 | 11 |
| 72222 | | | 25 | 06 |
| 72223 | | | 25 | 08 |
| 72225 | | | 25 | 06 |
| 72227 | | | 25 | 07 |
| 72301 | | | 25 | 10 |
| 72303 | | | 25 | 10 |
| 72310 | | | 25 | 19 |
| 72311 | | | 25 | 20 |
| 72312 | | | 25 | 15 |
| 72313 | | | 25 | 19 |
| 72315 | | | 25 | 19 |
| 72319 | | | 25 | 19 |
| 72320 | | | 25 | 19 |
| 72322 | | | 25 | 15 |
| 72324 | | | 25 | 19 |
| 72325 | | | 25 | 14 |
| 72326 | | | 25 | 15 |
| 72327 | | | 25 | 15 |
| 72328 | | | 25 | 17 |
| 72329 | | | 25 | 16 |
| 72330 | | | 25 | 21 |
| 72331 | | CRITTENDEN | 25 | 13 |
| 72331 | | CROSS | 25 | 13 |
| 72331 | Outside | CRITTENDEN | 25 | 14 |
| 72331 | Outside | CROSS | 25 | 13 |
| 72332 | | | 25 | 17 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|------------|------|---------|
| 72333 | | | 25 | 15 |
| 72335 | | | 25 | 12 |
| 72336 | | | 25 | 12 |
| 72338 | | | 25 | 19 |
| 72339 | | | 25 | 14 |
| 72340 | | | 25 | 17 |
| 72341 | | | 25 | 20 |
| 72342 | | | 25 | 14 |
| 72346 | | | 25 | 20 |
| 72347 | | | 25 | 15 |
| 72348 | | CRITTENDEN | 25 | 12 |
| 72348 | | ST FRANCIS | 25 | 12 |
| 72348 | Outside | CRITTENDEN | 25 | 12 |
| 72348 | Outside | ST FRANCIS | 25 | 15 |
| 72350 | | | 25 | 19 |
| 72351 | | | 25 | 21 |
| 72352 | | | 25 | 15 |
| 72353 | | | 25 | 15 |
| 72354 | | | 25 | 17 |
| 72355 | | | 25 | 16 |
| 72358 | | | 25 | 22 |
| 72359 | | | 25 | 12 |
| 72360 | | | 25 | 13 |
| 72364 | | | 25 | 12 |
| 72365 | | | 25 | 18 |
| 72366 | | | 25 | 15 |
| 72367 | | | 25 | 16 |
| 72368 | | | 25 | 20 |
| 72369 | | | 25 | 13 |
| 72370 | | | 25 | 19 |
| 72372 | | | 25 | 13 |
| 72373 | | | 25 | 15 |
| 72374 | | | 25 | 14 |
| 72376 | | | 25 | 17 |
| 72379 | | | 25 | 20 |
| 72383 | | | 25 | 15 |
| 72384 | | | 25 | 14 |
| 72386 | | | 25 | 18 |
| 72387 | | | 25 | 15 |
| 72390 | | | 25 | 13 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 72391 | | | 25 | 19 |
| 72392 | | | 25 | 13 |
| 72394 | | | 25 | 14 |
| 72395 | | | 25 | 20 |
| 72396 | | | 25 | 15 |
| 72401 | | | 30 | 08 |
| 72402 | | | 30 | 08 |
| 72404 | | | 30 | 10 |
| 72410 | | | 30 | 12 |
| 72411 | | | 30 | 08 |
| 72412 | | | 30 | 14 |
| 72413 | | | 30 | 11 |
| 72414 | | | 30 | 10 |
| 72415 | | | 30 | 10 |
| 72416 | | | 30 | 07 |
| 72417 | | | 30 | 08 |
| 72419 | | | 30 | 14 |
| 72421 | | | 30 | 12 |
| 72422 | | | 30 | 12 |
| 72425 | | | 30 | 14 |
| 72426 | | | 25 | 21 |
| 72427 | | | 30 | 12 |
| 72428 | | | 25 | 22 |
| 72429 | | | 25 | 17 |
| 72430 | | | 30 | 15 |
| 72431 | | | 30 | 14 |
| 72432 | | | 25 | 14 |
| 72433 | | | 30 | 13 |
| 72434 | | | 30 | 09 |
| 72434 | Outside | | 30 | 10 |
| 72435 | | | 30 | 14 |
| 72436 | | | 30 | 13 |
| 72437 | | | 30 | 07 |
| 72438 | | | 25 | 20 |
| 72439 | | | 30 | 07 |
| 72440 | | | 30 | 10 |
| 72441 | | | 30 | 11 |
| 72442 | | | 25 | 19 |
| 72443 | | | 30 | 14 |
| 72444 | | | 30 | 14 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|----------|------|---------|
| 72445 | | | 30 | 13 |
| 72447 | | | 30 | 13 |
| 72449 | | | 30 | 13 |
| 72450 | | | 30 | 12 |
| 72451 | | | 30 | 12 |
| 72453 | | | 30 | 14 |
| 72454 | | | 30 | 16 |
| 72455 | | | 30 | 10 |
| 72456 | | | 30 | 16 |
| 72457 | | | 30 | 10 |
| 72458 | | | 30 | 10 |
| 72459 | | | 30 | 10 |
| 72460 | | | 30 | 13 |
| 72461 | | | 30 | 15 |
| 72462 | | | 30 | 11 |
| 72464 | | | 30 | 17 |
| 72465 | | | 30 | 12 |
| 72466 | | | 30 | 10 |
| 72467 | | | 30 | 09 |
| 72469 | | LAWRENCE | 30 | 09 |
| 72469 | | SHARP | 30 | 09 |
| 72469 | Outside | LAWRENCE | 30 | 10 |
| 72469 | Outside | SHARP | 30 | 09 |
| 72470 | | | 30 | 12 |
| 72470 | Outside | | 30 | 16 |
| 72471 | | | 30 | 12 |
| 72472 | | | 25 | 13 |
| 72473 | | | 30 | 12 |
| 72474 | | | 30 | 12 |
| 72475 | | | 25 | 17 |
| 72476 | | | 30 | 08 |
| 72476 | Outside | | 30 | 10 |
| 72478 | | | 30 | 10 |
| 72479 | | | 25 | 15 |
| 72479 | Outside | | 25 | 18 |
| 72482 | | | 13 | 13 |
| 72501 | | | 13 | 11 |
| 72512 | | | 13 | 09 |
| 72513 | | | 13 | 10 |
| 72515 | | | 13 | 11 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|------|--------|------|---------|
| 72517 | | | 13 | 13 |
| 72519 | | | 13 | 10 |
| 72520 | | | 13 | 13 |
| 72521 | | | 13 | 09 |
| 72522 | | | 13 | 13 |
| 72523 | | | 30 | 13 |
| 72524 | | | 13 | 13 |
| 72525 | | | 13 | 09 |
| 72526 | | | 13 | 11 |
| 72527 | | | 13 | 13 |
| 72528 | | | 13 | 13 |
| 72529 | | | 13 | 09 |
| 72530 | | | 30 | 13 |
| 72531 | | | 13 | 13 |
| 72532 | | | 13 | 09 |
| 72533 | | | 30 | 14 |
| 72534 | | | 13 | 14 |
| 72536 | | | 13 | 14 |
| 72537 | | | 10 | 10 |
| 72538 | | | 13 | 14 |
| 72539 | | | 13 | 14 |
| 72540 | | | 13 | 15 |
| 72542 | | | 13 | 10 |
| 72543 | | | 30 | 07 |
| 72544 | | | 10 | 10 |
| 72546 | | | 30 | 12 |
| 72550 | | | 13 | 13 |
| 72553 | | | 13 | 10 |
| 72554 | | | 13 | 09 |
| 72555 | | | 30 | 13 |
| 72556 | | | 13 | 15 |
| 72560 | | | 30 | 14 |
| 72561 | | | 13 | 14 |
| 72562 | | | 13 | 09 |
| 72564 | | | 13 | 08 |
| 72565 | | | 13 | 12 |
| 72566 | | | 13 | 14 |
| 72567 | | | 30 | 13 |
| 72568 | | | 13 | 13 |
| 72569 | | | 13 | 14 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 72571 | | | 13 | 14 |
| 72572 | | | 30 | 13 |
| 72573 | | | 13 | 10 |
| 72575 | | | 13 | 11 |
| 72576 | | | 13 | 08 |
| 72576 | Outside | | 13 | 09 |
| 72577 | | | 13 | 14 |
| 72578 | | | 13 | 14 |
| 72579 | | | 13 | 12 |
| 72581 | | | 30 | 12 |
| 72583 | | | 13 | 09 |
| 72584 | | | 13 | 14 |
| 72585 | | | 13 | 14 |
| 72587 | | | 13 | 14 |
| 72601 | | | 10 | 12 |
| 72602 | | | 10 | 12 |
| 72610 | | | 30 | 12 |
| 72611 | | | 10 | 12 |
| 72613 | | | 10 | 10 |
| 72615 | | | 10 | 12 |
| 72616 | | | 10 | 12 |
| 72617 | | | 10 | 17 |
| 72619 | | | 10 | 12 |
| 72623 | | | 10 | 14 |
| 72624 | | | 30 | 13 |
| 72626 | | | 10 | 12 |
| 72628 | | | 30 | 13 |
| 72629 | | | 30 | 13 |
| 72630 | | | 10 | 13 |
| 72631 | | | 10 | 10 |
| 72632 | | | 10 | 10 |
| 72633 | | | 10 | 13 |
| 72634 | | | 10 | 12 |
| 72635 | | | 10 | 09 |
| 72638 | | | 10 | 14 |
| 72639 | | | 30 | 13 |
| 72640 | | | 30 | 12 |
| 72641 | | | 30 | 13 |
| 72642 | | | 10 | 10 |
| 72644 | | | 10 | 13 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|------|--------|------|---------|
| 72645 | | | 30 | 13 |
| 72648 | | | 30 | 12 |
| 72650 | | | 30 | 13 |
| 72651 | | | 10 | 10 |
| 72653 | | | 10 | 10 |
| 72654 | | | 10 | 10 |
| 72655 | | | 30 | 13 |
| 72658 | | | 10 | 14 |
| 72660 | | | 10 | 11 |
| 72661 | | | 10 | 14 |
| 72662 | | | 10 | 15 |
| 72663 | | | 30 | 13 |
| 72666 | | | 30 | 12 |
| 72668 | | | 10 | 14 |
| 72669 | | | 30 | 12 |
| 72670 | | | 30 | 12 |
| 72672 | | | 10 | 12 |
| 72675 | | | 30 | 11 |
| 72677 | | | 10 | 12 |
| 72679 | | | 30 | 13 |
| 72680 | | | 30 | 13 |
| 72682 | | | 10 | 13 |
| 72683 | | | 30 | 13 |
| 72685 | | | 30 | 10 |
| 72686 | | | 30 | 13 |
| 72687 | | | 10 | 12 |
| 72701 | | | 10 | 11 |
| 72703 | | | 10 | 10 |
| 72704 | | | 10 | 10 |
| 72711 | | | 10 | 11 |
| 72712 | | | 10 | 06 |
| 72714 | | | 10 | 06 |
| 72715 | | | 10 | 07 |
| 72717 | | | 10 | 14 |
| 72718 | | | 10 | 11 |
| 72719 | | | 10 | 06 |
| 72721 | | | 10 | 14 |
| 72722 | | | 10 | 08 |
| 72727 | | | 10 | 11 |
| 72728 | | | 10 | 09 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 72729 | | | 10 | 14 |
| 72730 | | | 10 | 11 |
| 72732 | | | 10 | 14 |
| 72733 | | | 10 | 14 |
| 72734 | | | 10 | 10 |
| 72735 | | | 10 | 10 |
| 72736 | | | 10 | 08 |
| 72737 | | | 10 | 11 |
| 72738 | | | 10 | 12 |
| 72739 | | | 10 | 08 |
| 72740 | | | 10 | 12 |
| 72741 | | | 10 | 10 |
| 72742 | | | 10 | 14 |
| 72744 | | | 10 | 12 |
| 72745 | | | 10 | 10 |
| 72747 | | | 10 | 12 |
| 72749 | | | 10 | 14 |
| 72751 | | | 10 | 08 |
| 72752 | | | 10 | 15 |
| 72753 | | | 10 | 12 |
| 72756 | | | 10 | 11 |
| 72758 | | | 10 | 10 |
| 72760 | | | 10 | 09 |
| 72760 | Outside | | 10 | 10 |
| 72761 | | | 10 | 11 |
| 72762 | | | 10 | 09 |
| 72764 | | | 10 | 08 |
| 72765 | | | 10 | 08 |
| 72766 | | | 10 | 08 |
| 72768 | | | 10 | 08 |
| 72769 | | | 10 | 14 |
| 72770 | | | 10 | 09 |
| 72773 | | | 10 | 14 |
| 72774 | | | 10 | 12 |
| 72776 | | | 10 | 14 |
| 72801 | | | 30 | 09 |
| 72802 | | | 30 | 09 |
| 72812 | | | 30 | 09 |
| 72820 | | | 10 | 13 |
| 72821 | | | 10 | 13 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 72823 | | | 30 | 09 |
| 72824 | | | 30 | 10 |
| 72827 | | | 30 | 14 |
| 72828 | | | 30 | 15 |
| 72829 | | | 30 | 08 |
| 72830 | | | 30 | 09 |
| 72832 | | | 30 | 09 |
| 72833 | | | 30 | 12 |
| 72834 | | | 30 | 08 |
| 72835 | | | 10 | 14 |
| 72837 | | | 30 | 10 |
| 72838 | | | 30 | 13 |
| 72839 | | | 30 | 10 |
| 72840 | | | 30 | 11 |
| 72841 | | | 10 | 17 |
| 72842 | | | 30 | 11 |
| 72843 | | | 30 | 13 |
| 72845 | | | 30 | 10 |
| 72846 | | | 30 | 10 |
| 72847 | | | 30 | 12 |
| 72851 | | | 10 | 15 |
| 72852 | | | 30 | 13 |
| 72853 | | | 30 | 12 |
| 72854 | | | 30 | 13 |
| 72855 | | | 10 | 13 |
| 72856 | | | 30 | 13 |
| 72857 | | | 30 | 12 |
| 72858 | | | 30 | 10 |
| 72860 | | | 30 | 14 |
| 72863 | | | 10 | 15 |
| 72865 | | | 10 | 15 |
| 72901 | | | 10 | 07 |
| 72901 | Outside | | 10 | 10 |
| 72903 | | | 10 | 10 |
| 72904 | | | 10 | 07 |
| 72905 | | | 10 | 14 |
| 72906 | | | 10 | 10 |
| 72908 | | | 10 | 09 |
| 72913 | | | 10 | 10 |
| 72914 | | | 10 | 07 |

ZONES

| ZIP Code | City | County | Zone | Subzone |
|----------|---------|--------|------|---------|
| 72916 | | | 10 | 12 |
| 72916 | Outside | | 10 | 11 |
| 72917 | | | 10 | 10 |
| 72918 | | | 10 | 09 |
| 72921 | | | 10 | 14 |
| 72923 | | | 10 | 12 |
| 72924 | | | 10 | 12 |
| 72926 | | | 10 | 15 |
| 72927 | | | 10 | 15 |
| 72928 | | | 10 | 14 |
| 72930 | | | 10 | 17 |
| 72932 | | | 10 | 14 |
| 72933 | | | 10 | 14 |
| 72934 | | | 10 | 15 |
| 72935 | | | 10 | 14 |
| 72936 | | | 10 | 13 |
| 72937 | | | 10 | 14 |
| 72938 | | | 10 | 14 |
| 72940 | | | 10 | 14 |
| 72941 | | | 10 | 15 |
| 72943 | | | 10 | 14 |
| 72944 | | | 10 | 13 |
| 72945 | | | 10 | 14 |
| 72946 | | | 10 | 15 |
| 72947 | | | 10 | 13 |
| 72948 | | | 10 | 15 |
| 72949 | | | 10 | 13 |
| 72950 | | | 10 | 16 |
| 72951 | | | 10 | 14 |
| 72952 | | | 10 | 14 |
| 72955 | | | 10 | 14 |
| 72956 | | | 10 | 13 |
| 72957 | | | 10 | 13 |
| 72958 | | | 10 | 14 |
| 72959 | | | 10 | 14 |

ZONE/SUBZONE ASSIGNMENT

For ZIP Codes not listed on the Zone/Subzone definition pages, the following rules apply in the assignment of the zone and subzone. Refer to Home Office for administration of these rules.

- A. A ZIP Code or geographic area omitted from the Zone/Subzone definition pages will be assigned to the lowest rated contiguous zone and subzone.*
- B. If a new ZIP Code is created, it will be assigned to the lowest rated zone and subzone of the ZIP Codes that formerly constituted the new ZIP Code's geographic area, subject to a 15% policy distribution minimum.*
- C. When an existing ZIP Code boundary changes, policies will be assigned to the zone and subzone of their revised ZIP Code.*

HOMEOWNERS

This section provides details on coverages and rating for the Homeowners policy form, including the information necessary to develop the basic premiums.

COVERAGES AND RATING

1. COVERAGES AND AMOUNTS

The policy contains two sections, each with various coverages.

A. Section I - Physical Damage Coverages

| Coverages | Details | Minimums or Amounts |
|--------------------------------|---|--|
| Coverage A - Dwelling | Applies to the described dwelling | 100% of Replacement Cost is suggested * |
| Dwelling Extension | Applies to other structures on premises | 10% of Coverage A amount |
| Coverage B - Personal Property | Applies to personal property | 75% of Coverage A amount * |
| Types of Personal Property | Computers and Equipment | \$5,000 |
| | Money, Bank Notes, and Coins | \$200 |
| | Property used in a business | \$1,000 on premises (\$250 off premises) |
| | Securities, Accounts, and Deeds | \$1,000 |
| | Watercraft and Equipment | \$1,000 |
| | Trailers not used with Watercraft | \$1,000 |
| | Jewelry and Furs (Theft) | \$2,500 (\$1,500 per item) * |
| | Stamps, Trading Cards, and Comic Books | \$2,500 |
| | Firearms (Theft) | \$2,500 |
| | Area Rugs (Theft) | \$10,000 (\$5,000 per item) |
| | Silverware and Goldware (Theft) | \$2,500 |
| Coverage C - Loss of Use | Additional Living Expense | Actual loss sustained within 24 months |
| | Fair Rental Value | Actual loss sustained within 12 months |
| Additional Coverages | Arson Reward | \$1,000 |
| | Building Ordinance or Law | 10% of Coverage A amount |
| | Collapse | |
| | Credit Card and Forgery | \$1,000 |
| | Debris Removal | |
| | Fire Department Service Charge | \$500 |
| | Lock Rekeying | |
| | Power Interruption | |
| | Property Removed | |
| | Refrigerated Products | Coverage B Limit |
| | Temporary Repairs | |

| Coverages | Details | Minimums or Amounts |
|-----------|---------------------------------|---------------------|
| | Trees, Shrubs, and Other Plants | \$500 |
| | Volcanic Action | |

* If the dwelling is insured for less than 80% of Replacement Cost, the basic Coverage B limit is 55% of Coverage A and the Special Theft limit on Jewelry and Furs is \$1,000.

Coverage A and B limits are subject to Inflation Coverage. For available options, see the Options section.

B. Section II - Liability Coverages

| Coverages | Details | Minimums or Amounts |
|---------------------------------|---|---------------------|
| Coverage L - Personal Liability | Includes Comprehensive Personal Liability | \$100,000 minimum |
| Coverage M - Medical Payments | Medical Payments to Others | \$1,000 minimum |
| Additional Coverages | Damage to Property of Others | \$500 |
| | Claim Expenses | |
| | First Aid Expenses | |

For available options, see the Options section.

2. LOSSES INSURED

A. Section I

Damage to insured's property is covered under Section I of the policy. As indicated in Item 1, there are three coverages under Section I.

- Coverage A - Dwelling
- Coverage B - Personal Property
- Coverage C - Loss of Use

Listed below are the losses that are insured:

| Losses Insured | Protection Provided | |
|-------------------|---|------------|
| | Coverage A & C | Coverage B |
| Fire or Lightning | Accidental Direct Physical Loss (with certain exclusions) | Yes |
| Windstorm or Hail | | Yes |
| Explosion | | Yes |

| Losses Insured | Protection Provided | |
|--|---------------------|------------|
| | Coverage A & C | Coverage B |
| Riot or Civil Commotion | | Yes |
| Aircraft | | Yes |
| Vehicles | | Yes |
| Smoke | | Yes |
| Vandalism or Malicious Mischief | | Yes |
| Breakage of Glass | | Yes |
| Theft | | Yes |
| Falling Objects | | Yes |
| Weight of Ice, Snow or Sleet | | Yes |
| Accidental Discharge of Water or Steam | | Yes |
| Sudden, Accidental tearing etc. of Water Heating Systems or Appliances | | Yes |
| Freezing of Plumbing | | Yes |
| Damage from Artificially Generated Electricity | | Yes |

B. Section II

Section II Liability includes coverage for bodily injury or property damage and defense costs associated with a suit brought against an insured.

3. LOSS SETTLEMENT - SECTION I

The loss settlement provision for Coverage A - Dwelling and Coverage B - Personal Property varies depending on the insured's coverage selections. The available options are:

| Coverage | Loss Settlement Provision |
|-----------------------|--|
| Coverage A - Dwelling | A1 Replacement Cost - Similar Construction |

| Coverage | Loss Settlement Provision |
|--------------------------------|---|
| | A2 Replacement Cost - Common Construction |
| Coverage B - Personal Property | B1 Limited Replacement Cost |
| | B2 Depreciated Loss Settlement |

The following chart illustrates the basic coverages provided by the policy.

| Coverage | Dwelling Coverage as a % of Replacement Cost | | |
|--------------------------------|--|----------|------|
| | 100% or more | 80 - 99% | <80% |
| Coverage A - Dwelling | A1 * | A1 | A2 |
| Coverage B - Personal Property | B1 | B1 | B2 |

* Option ID, Increased Dwelling Coverage is also automatically provided.

A. Coverage A - Dwelling

Losses to the dwelling are settled on a replacement cost basis without deduction for depreciation up to the limit shown on the Declarations Page. The loss settlement provision is based on the insured's coverage selections as indicated below:

1. Replacement Cost - Similar Construction

If the dwelling is insured to at least 80% of the dwelling replacement cost, the loss settlement provision for Coverage A is repair or replacement with similar materials and construction techniques. **The basic rates reflect this loss settlement provision.**

ACTIVATE: Loss Settlement Provision A1 - Replacement Cost - Similar Construction

If the following conditions are met, then an additional coverage amount equal to 20% of the Coverage A limit will be provided for loss payment above the stated limits for no additional premium.

- a. The dwelling building and other building structures on premises are insured for at least 100% of Replacement Cost **and**
- b. The insured agrees to notify the company within 90 days of any additions or other physical changes which increase the value of either the dwelling or other buildings on the premises by \$5,000 or more and pay the appropriate premium.

ACTIVATE: Option ID in the Policy

2. Replacement Cost - Common Construction

When the dwelling is insured for an amount less than 80% of replacement cost, the loss settlement provision for Coverage A is repair or replacement with commonly used materials and construction techniques. **An adjustment to the basic rates is required. Refer to the Basic Premium Adjustment section.**

ACTIVATE: Loss Settlement Provision A2 - Replacement Cost - Common Construction

B. Coverage B - Personal Property

1. Limited Replacement Cost

If the dwelling is insured for at least 80% of replacement cost, the loss settlement provision is limited replacement cost without deduction for depreciation. The Coverage B limit is equal to 75% of the Coverage A limit. **The basic rates reflect this coverage.**

ACTIVATE: Loss Settlement Provision B1 - Limited Replacement Cost

2. Depreciated Loss Settlement

If the dwelling is insured for less than 80% of replacement cost, the loss settlement provision is limited replacement cost with deduction for depreciation. The Coverage B limit is equal to 55% of the Coverage A limit. **An adjustment to the basic rates is required. Refer to the Basic Premium Adjustment section.**

ACTIVATE: Loss Settlement Provision B2 - Depreciated Loss Settlement

Refer to the Options section for available options.

4. RATING

A. Determine the basic premium.

1. Select the correct ZONE, SUBZONE, and CONSTRUCTION.
2. Determine the COVERAGE A AMOUNT and the RISK AMOUNT.
 - a. Determine the Replacement Cost of the dwelling.
 - b. Multiply the Replacement Cost by 0.80.
 - c. Select the desired amount of insurance.
 - If the desired amount is equal to or greater than the amount determined in Step 2.b., then this is the COVERAGE A AMOUNT and the RISK AMOUNT. **Skip to Step 3.**
 - If the desired amount is less than the amount determined in Step 2.b., then **continue with Step 2.d.**
 - d. Divide the desired amount of insurance (Step 2.c.) by the replacement cost of the dwelling (Step 2.a.). The COVERAGE A AMOUNT is determined by the following:

| | |
|-------------------------|---|
| If Step 2.d. is: | Then the Coverage A Amount is: * |
|-------------------------|---|

| At Least | But Less Than | |
|----------|---------------|-------------------------------------|
| 0.70 | 0.80 | 0.80 X Replacement Cost minus \$100 |
| 0.60 | 0.70 | 0.70 X Replacement Cost minus \$100 |
| 0.50 | 0.60 | 0.60 X Replacement Cost minus \$100 |
| 0.40 | 0.50 | 0.50 X Replacement Cost minus \$100 |
| 0.30 | 0.40 | 0.40 X Replacement Cost minus \$100 |
| 0.20 | 0.30 | 0.30 X Replacement Cost minus \$100 |
| 0.00 | 0.20 | 0.20 X Replacement Cost minus \$100 |

* This amount is rounded up to the nearest \$100.

The RISK AMOUNT equals the amount determined in Step 2.b. (Replacement Cost X 0.80).

- From the basic rate pages, determine the premium based on the ZONE, SUBZONE, and CONSTRUCTION from Step 1 and the RISK AMOUNT as determined in Step 2.c. or 2.d.

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / Base Amount *

* The Base Amount is the Risk Amount which has a factor of 1.000.

Note: For amounts greater than the largest risk amount shown, calculate the premium for the additional amount and add it to the premium for the largest risk amount shown.

- Apply all applicable basic premium adjustments from the Basic Premium Adjustment section sequentially in the order presented in that section to derive the basic premium.
- Apply any remaining percentage adjustments for optional coverages to the basic premium.
 - Add any flat dollar adjustments for optional coverages to the basic premium.
 - Premium Calculation Examples - Homeowners Policy

The following two examples show the sequence for applying optional discounts, charges, and options (actual premiums/rates were chosen arbitrarily for illustration purposes only).

Example 1

Replacement Cost of Dwelling = \$121,900

Replacement Cost X 0.80 = \$97,520

Desired Amount of Insurance = \$110,000

Coverage A Amount = Risk Amount = \$110,000

HOMEOWNERS

1. Homeowners Basic Premium

- a. \$110,000 Risk Amount premium

$$\$450 \times 1.050 \times 0.950 \times 0.945 \times \$110,000 / \$100,000 = \$466.61$$

$$\text{Rounded} = \$467$$

- b. CRI Adjustment Factor (0.961)

$$\$467 \times 0.961 = \$448.79$$

$$\text{Rounded} = \$449$$

- c. Claim Record Rating Adjustment (-10%)

$$\$449 \times 0.10 = \$44.90$$

$$\text{Rounded} = -\$45$$

$$\text{Subtotal} = \$404$$

- d. Home/Auto Discount (-15%)

$$\$404 \times 0.15 = \$60.60$$

$$\text{Rounded} = -\$61$$

$$\text{Subtotal} = \$343$$

- e. Newer Utilities Adjustment (-9%)

$$\$343 \times 0.09 = \$30.87$$

$$\text{Rounded} = -\$31$$

$$\text{Subtotal} = \$312$$

- f. 2% Deductible Adjustment (-19%)

$$\$312 \times 0.19 = \$59.28$$

$$\text{Rounded} = -\$59$$

$$\text{Basic Premium} = \$253$$

2. Charge for \$5,000 Jewelry and Furs

$$= +\$27$$

3. Charge for \$12,500 Additional Coverage B Limits

$$\$0.40 \times 12.5 = \$5.00$$

$$\text{Rounded} = +\$5$$

4. Charge for \$500,000/\$1,000 Section II

$$= +\$25$$

5. Final Premium (subject to policy minimum premium)

$$= \$310$$

Note: Each discount and charge is to be rounded to the nearest dollar before being subtracted from or added to the basic premium.

Example 2

Replacement Cost of Dwelling = \$121,900

Replacement Cost X 0.80 = \$97,520

HOMEOWNERS

Desired Amount of Insurance = \$70,000 ($\$70,000 / \$121,900 = 0.57$)

Coverage A Amount = $\$121,900 \times 0.60 - \$100 = \$73,040$ Rounded to next higher \$100 = \$73,100

Risk Amount = \$97,520 ($\$121,900 \times 0.80$)

1. Homeowners Basic Premium

- a. \$97,520 Risk Amount premium

$\$450 \times 1.050 \times 0.950 \times 1.063 \times \$97,520 / \$100,000 = \465.32 Rounded = \$465

- b. CRI Adjustment Factor (0.961)

$\$465 \times 0.961 = \446.86 Rounded = \$447

- c. Replacement Cost - Common Construction

Premium Adjustment Factor corresponding to 0.59 ($\$73,100 / \$121,900$) = 0.85

- d. Adjusted Premium

$\$447 \times 0.85 = \379.95 Rounded = \$380

- e. Depreciated Loss Settlement - Contents (-7%)

$\$380 \times 0.07 = \26.60 Rounded = -\$27
Subtotal = \$353

- f. \$1,000 Jewelry and Furs Adjustment

= -\$16
Subtotal = \$337

- g. Home Alert Adjustment (-5%)

$\$337 \times 0.05 = \16.85 Rounded = -\$17
Subtotal = \$320

- h. Charge for Limited Replacement Cost - Contents (9% \$25 minimum)

$\$320 \times 0.09 = \28.80 Rounded = +\$29
Subtotal = \$349

- i. \$1,000 Deductible Adjustment (-10%)

$\$349 \times 0.10 = \34.90 Rounded = -\$35
Basic Premium = \$314

2. Charge for \$500,000/\$1,000 Section II = +\$25

3. Final Premium (subject to policy minimum premium) = \$339

Note: Each discount and charge is to be rounded to the nearest dollar before being subtracted from or added to the basic premium.

**HOMEOWNERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$100,000

ZONE BASE RATES

| Zone | Rate |
|-------------|-------------|
| 10 | \$1,138.88 |
| 13 | \$1,297.49 |
| 25 | \$1,340.45 |
| 30 | \$1,404.34 |

**HOMEOWNERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$100,000

SUBZONE FACTORS

| Subzone | Factor |
|----------------|---------------|
| 01 | 0.645 |
| 02 | 0.677 |
| 03 | 0.711 |
| 04 | 0.747 |
| 05 | 0.784 |
| 06 | 0.823 |
| 07 | 0.864 |
| 08 | 0.907 |
| 09 | 0.952 |
| 10 | 1.000 |
| 11 | 1.050 |
| 12 | 1.103 |
| 13 | 1.158 |
| 14 | 1.216 |
| 15 | 1.277 |
| 16 | 1.341 |
| 17 | 1.408 |
| 18 | 1.478 |
| 19 | 1.552 |
| 20 | 1.630 |
| 21 | 1.712 |
| 22 | 1.798 |

**HOMEOWNERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$100,000

CONSTRUCTION FACTORS

| Construction | Factor |
|----------------|--------|
| Frame | 1.000 |
| Log | 1.050 |
| Masonry | 0.858 |
| Fire Resistive | 0.730 |
| Masonry Veneer | 0.900 |

**HOMEOWNERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$100,000

RISK AMOUNT FACTORS

| Risk Amount | Factor |
|-------------|--------|
| \$5,000 | 6.667 |
| \$7,000 | 5.200 |
| \$10,000 | 4.000 |
| \$15,000 | 3.144 |
| \$20,000 | 2.515 |
| \$30,000 | 1.930 |
| \$40,000 | 1.616 |
| \$50,000 | 1.452 |
| \$60,000 | 1.291 |
| \$70,000 | 1.229 |
| \$80,000 | 1.150 |
| \$90,000 | 1.070 |
| \$100,000 | 1.000 |
| \$110,000 | 0.950 |
| \$120,000 | 0.910 |
| \$130,000 | 0.873 |
| \$140,000 | 0.842 |
| \$150,000 | 0.837 |
| \$160,000 | 0.823 |
| \$170,000 | 0.809 |
| \$180,000 | 0.795 |
| \$190,000 | 0.780 |
| \$200,000 | 0.759 |
| \$250,000 | 0.728 |
| \$300,000 | 0.717 |
| \$350,000 | 0.691 |
| \$400,000 | 0.675 |
| \$450,000 | 0.665 |
| \$500,000 | 0.661 |
| \$550,000 | 0.654 |
| \$600,000 | 0.647 |
| \$650,000 | 0.636 |
| \$700,000 | 0.631 |

HOMEOWNERS

| Risk Amount | Factor |
|-------------|--------|
| \$750,000 | 0.627 |

| Each Additional | Factor |
|-----------------|--------|
| \$1,000 | 0.651 |

If insured for a risk amount less than 80% of the replacement cost, refer to the Rating Rule. For risk amounts between those shown above, interpolate to derive the appropriate factor.

RENTERS

This section provides details on coverages and rating for the Renters policy form, including the information necessary to develop the basic premiums.

COVERAGES AND RATING

1. COVERAGES AND AMOUNTS

The policy contains two sections, each with various coverages.

A. Section I - Physical Damage Coverages

| Coverages | Details | Minimums or Amounts |
|--------------------------------|--|--|
| Coverage B - Personal Property | Applies to personal property | Based on personal property value |
| Types of Personal Property | Computers and Equipment | \$5,000 |
| | Money, Bank Notes, and Coins | \$200 |
| | Property used in a business | \$1,000 on premises (\$250 off premises) |
| | Securities, Accounts, and Deeds | \$1,000 |
| | Watercraft and Equipment | \$1,000 |
| | Trailers not used with Watercraft | \$1,000 |
| | Jewelry and Furs (Theft) | \$1,000 |
| | Stamps, Trading Cards, and Comic Books | \$2,500 |
| | Firearms (Theft) | \$2,500 |
| | Area Rugs (Theft) | \$10,000 (\$5,000 per item) |
| | Silverware and Goldware (Theft) | \$2,500 |
| Coverage C - Loss of Use | Additional Living Expense | Actual loss sustained within 24 months |
| | Fair Rental Value | Actual loss sustained within 12 months |
| Additional Coverages | Arson Reward | \$1,000 |
| | Building Additions and Alterations | 15% of Coverage B amount |
| | Collapse | |
| | Credit Card and Forgery | \$1,000 |
| | Debris Removal | |
| | Fire Department Service Charge | \$500 |
| | Lock Rekeying | |
| | Power Interruption | |
| | Property Removed | |
| | Refrigerated Products | Coverage B Limit |
| | Temporary Repairs | |
| | Trees, Shrubs, and Other Plants | \$500 |
| | Volcanic Action | |

Coverage B limits are subject to Inflation Coverage. For available options, see the Options section.

B. Section II - Liability Coverages

| Coverages | Details | Minimums or Amounts |
|---------------------------------|---|----------------------------|
| Coverage L - Personal Liability | Includes Comprehensive Personal Liability | \$100,000 minimum |
| Coverage M - Medical Payments | Medical Payments to Others | \$1,000 minimum |
| Additional Coverages | Damage to Property of Others | \$500 |
| | Claim Expenses | |
| | First Aid Expenses | |

For available options, see the Options section.

2. LOSSES INSURED

Damage to insured's property is covered under Section I of the policy. As indicated in Item 1, there are two coverages under Section I.

- Coverage B - Personal Property
- Coverage C - Loss of Use

Listed below are the losses that are insured:

- Fire or Lightning
- Windstorm or Hail
- Explosion
- Riot or Civil Commotion
- Aircraft
- Vehicles
- Smoke
- Vandalism or Malicious Mischief
- Breakage of Glass
- Theft
- Falling Objects
- Weight of Ice, Snow or Sleet

- Accidental Discharge of Water or Steam
- Sudden and Accidental Tearing Asunder, Cracking, Bursting or Bulging of Water Heating Systems or Appliances
- Freezing of Plumbing
- Damage from Artificially Generated Electricity

3. LOSS SETTLEMENT - SECTION I

Losses for Coverage B are settled on a limited replacement cost less depreciation basis (Loss Settlement Provision B2). Refer to the Options section for available options.

4. RATING

A. Determine the basic premium.

1. Select the correct ZONE, SUBZONE, and CONSTRUCTION.
2. Develop the value of the property by calculating the Replacement Cost Value of the personal property if Replacement Cost on Personal Property Coverage will be purchased or the Replacement Cost less Depreciation value if not. This value will be the Coverage B amount and the RISK AMOUNT.
3. From the basic rate pages, determine the premium based on the ZONE, SUBZONE, and CONSTRUCTION from Step 1 and the RISK AMOUNT as determined in Step 2.

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / Base Amount *

* The Base Amount is the Risk Amount which has a factor of 1.000.

Note: For amounts greater than the largest risk amount shown, calculate the premium for the additional amount and add it to the premium for the largest risk amount shown.

4. Apply all applicable basic premium adjustments from the Basic Premium Adjustment section sequentially in the order presented in that section to derive the basic premium.

B. Apply any remaining percentage adjustments for optional coverages to the basic premium.

C. Add any flat dollar adjustments for optional coverages to the basic premium.

D. Premium Calculation Example - Renters Policy

The following example shows the sequence for applying optional discounts, charges, and options (actual premiums/rates were chosen arbitrarily for illustration purposes only).

RENTERS

1. Renters Basic Premium

a. Premium

$$\$120 \times 1.000 \times 1.000 \times 1.732 \times \$40,000 / \$50,000 = \$166.27$$

$$\text{Rounded} = \$166$$

b. CRI Adjustment Factor (0.985)

$$\$166 \times 0.985 = \$163.51$$

$$\text{Rounded} = \$164$$

c. Claim Record Rating Adjustment (-10%)

$$\$164 \times 0.10 = \$16.40$$

$$\text{Rounded} = -\$16$$

$$\text{Subtotal} = \$148$$

d. Limited Replacement Cost - Contents Charge (26% \$18 minimum)

$$\$148 \times 0.26 = \$38.48$$

$$\text{Rounded} = +\$38$$

$$\text{Subtotal} = \$186$$

e. \$1,000 Deductible Adjustment (-18%)

$$\$186 \times 0.18 = \$33.48$$

$$\text{Rounded} = -\$33$$

$$\text{Basic Premium} = \$153$$

2. Charge for \$2,500 Jewelry and Furs

$$= +\$17$$

3. Charge for \$500,000/\$1,000 Section II

$$= +\$25$$

4. Final Premium (subject to policy minimum premium)

$$= \$195$$

Note: Each discount and charge is to be rounded to the nearest dollar before being subtracted from or added to the basic premium.

**RENTERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

ZONE BASE RATES

| Zone | Rate |
|-------------|-------------|
| 10 | \$145.92 |
| 13 | \$254.09 |
| 25 | \$232.44 |
| 30 | \$194.27 |

**RENTERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

SUBZONE FACTORS

| Subzone | Factor |
|----------------|---------------|
| All | 1.000 |

**RENTERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

CONSTRUCTION FACTORS

| Construction | Factor |
|--------------|--------|
| All | 1.000 |

**RENTERS
\$500 ALL-PERIL DEDUCTIBLE
\$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS**

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

RISK AMOUNT FACTORS

| Risk Amount | Factor |
|--------------------|---------------|
| \$2,000 | 5.066 |
| \$4,000 | 3.377 |
| \$6,000 | 2.533 |
| \$8,000 | 2.085 |
| \$10,000 | 1.831 |
| \$12,000 | 1.668 |
| \$14,000 | 1.494 |
| \$16,000 | 1.370 |
| \$18,000 | 1.270 |
| \$20,000 | 1.200 |
| \$22,000 | 1.150 |
| \$24,000 | 1.100 |
| \$26,000 | 1.060 |
| \$28,000 | 1.030 |
| \$30,000 | 1.000 |
| \$35,000 | 0.930 |
| \$40,000 | 0.870 |
| \$45,000 | 0.830 |
| \$50,000 | 0.800 |
| \$55,000 | 0.780 |
| \$60,000 | 0.760 |
| \$65,000 | 0.740 |
| \$70,000 | 0.720 |
| \$75,000 | 0.700 |
| \$80,000 | 0.680 |
| \$85,000 | 0.670 |
| \$90,000 | 0.660 |
| \$95,000 | 0.650 |
| \$100,000 | 0.640 |
| \$125,000 | 0.600 |
| \$150,000 | 0.570 |

RENTERS

| Each Additional | Factor |
|-----------------|--------|
| \$1,000 | 0.475 |

For risk amounts between those shown above, interpolate to derive the appropriate factor.

CONDOMINIUM UNITOWNERS

This section provides details on coverages and rating for the Condominium Unitowners policy form, including the information necessary to develop the basic premiums.

COVERAGES AND RATING

1. COVERAGES AND AMOUNTS

The policy contains two sections, each with various coverages.

A. Section I - Physical Damage Coverages

| Coverages | Details | Minimums or Amounts |
|--------------------------------|--|--|
| Coverage A - Dwelling | Applies to building property | 30% of Coverage B amount (\$1,000 min.) |
| Coverage B - Personal Property | Applies to personal property | Based on personal property value |
| Types of Personal Property | Computers and Equipment | \$5,000 |
| | Money, Bank Notes, and Coins | \$200 |
| | Property used in a business | \$1,000 on premises (\$250 off premises) |
| | Securities, Accounts, and Deeds | \$1,000 |
| | Watercraft and Equipment | \$1,000 |
| | Trailers not used with Watercraft | \$1,000 |
| | Jewelry and Furs (Theft) | \$1,000 |
| | Stamps, Trading Cards, and Comic Books | \$2,500 |
| | Firearms (Theft) | \$2,500 |
| | Area Rugs (Theft) | \$10,000 (\$5,000 per item) |
| | Silverware and Goldware (Theft) | \$2,500 |
| | Coverage C - Loss of Use | Additional Living Expense |
| Fair Rental Value | | Actual loss sustained within 12 months |
| Coverage D - Loss Assessments | | \$1,000 |
| Additional Coverages | Arson Reward | \$1,000 |
| | Collapse | |
| | Credit Card and Forgery | \$1,000 |
| | Debris Removal | |
| | Fire Department Service Charge | \$500 |
| | Lock Rekeying | |
| | Power Interruption | |
| | Property Removed | |
| | Refrigerated Products | Coverage B Limit |
| | Temporary Repairs | |
| | Trees, Shrubs, and Other Plants | \$500 |

CONDOMINIUM UNITOWNERS

| Coverages | Details | Minimums or Amounts |
|-----------|-----------------|---------------------|
| | Volcanic Action | |

Coverage A and B limits are subject to Inflation Coverage. For available options, see the Options section.

B. Section II - Liability Coverages

| Coverages | Details | Minimums or Amounts |
|---------------------------------|---|---------------------|
| Coverage L - Personal Liability | Includes Comprehensive Personal Liability | \$100,000 minimum |
| Coverage M - Medical Payments | Medical Payments to Others | \$1,000 minimum |
| Additional Coverages | Damage to Property of Others | \$500 |
| | Claim Expenses | |
| | First Aid Expenses | |

For available options, see the Options section.

2. LOSSES INSURED

Damage to insured's property is covered under Section I of the policy. As indicated in Item 1, there are four coverages under Section I.

- Coverage A - Dwelling
- Coverage B - Personal Property
- Coverage C - Loss of Use
- Coverage D - Loss Assessments

Listed below are the losses that are insured:

- Fire or Lightning
- Windstorm or Hail
- Explosion
- Riot or Civil Commotion
- Aircraft
- Vehicles
- Smoke
- Vandalism or Malicious Mischief

CONDOMINIUM UNITOWNERS

- Breakage of Glass
- Theft
- Falling Objects
- Weight of Ice, Snow or Sleet
- Accidental Discharge of Water or Steam
- Sudden and Accidental Tearing Asunder, Cracking, Bursting or Bulging of Water Heating Systems or Appliances
- Freezing of Plumbing
- Damage from Artificially Generated Electricity

Condominium Unitowners theft coverage on seasonals or units rented or held for rental more than 180 days is limited to burglary coverage. Section II coverage applies on premises only.

Coverages A and D on Condominium Unitowners policies are provided for accidental direct physical loss subject to certain exclusions.

3. LOSS SETTLEMENT - SECTION I

Losses for Coverage B are settled on a limited replacement cost less depreciation basis (Loss Settlement Provision B2). Refer to the Options section for available options.

4. RATING

A. Determine the basic premium.

1. Select the correct ZONE, SUBZONE, and CONSTRUCTION.
2. Develop the value of the property by calculating the Replacement Cost Value of the personal property if Replacement Cost on Personal Property Coverage will be purchased or the Replacement Cost less Depreciation value if not. This value will be the Coverage B amount and the RISK AMOUNT.
3. From the basic rate pages, determine the premium based on the ZONE, SUBZONE, and CONSTRUCTION from Step 1 and the RISK AMOUNT as determined in Step 2.

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / Base Amount *

* The Base Amount is the Risk Amount which has a factor of 1.000.

Note: For amounts greater than the largest risk amount shown, calculate the premium for the additional amount and add it to the premium for the largest risk amount shown.

CONDOMINIUM UNITOWNERS

4. Apply all applicable basic premium adjustments from the Basic Premium Adjustment section sequentially in the order presented in that section to derive the basic premium.
- B. Apply any remaining percentage adjustments for optional coverages to the basic premium.
 - C. Add any flat dollar adjustments for optional coverages to the basic premium.
 - D. Premium Calculation Example - Condominium Unitowners Policy

The following example shows the sequence for applying optional discounts, charges, and options (actual premiums/rates were chosen arbitrarily for illustration purposes only).

1. Condominium Unitowners Basic Premium

a. Premium

$$\$120 \times 1.000 \times 1.000 \times 1.732 \times \$40,000 / \$50,000 = \$166.27 \qquad \text{Rounded} = \$166$$

b. CRI Adjustment Factor (0.985)

$$\$166 \times 0.985 = \$163.51 \qquad \text{Rounded} = \$164$$

c. Adjustment for 1-56 days rental (10%)

$$\$164 \times 0.10 = \$16.40 \qquad \text{Rounded} = +\$16$$

$$\text{Subtotal} = \$180$$

d. Limited Replacement Cost - Contents Charge (26% \$18 minimum)

$$\$180 \times 0.26 = \$46.80 \qquad \text{Rounded} = +\$47$$

$$\text{Subtotal} = \$227$$

e. \$1,000 Deductible Adjustment (-18%)

$$\$227 \times 0.18 = \$40.86 \qquad \text{Rounded} = -\$41$$

$$\text{Basic Premium} = \$186$$

$$2. \text{ Charge for } \$2,500 \text{ Jewelry and Furs} \qquad \qquad \qquad = +\$17$$

3. Charge for \$7,500 Additional Loss Assessments Coverage

a. First \$5,000 (\$0.50 per \$1,000)

$$\$0.50 \times 5.0 = \$2.50 \qquad \text{Rounded} = +\$3$$

b. Next \$2,500 (\$0.25 per \$1,000)

$$\$0.25 \times 2.5 = \$0.63 \qquad \text{Rounded} = +\$1$$

$$4. \text{ Charge for } \$500,000/\$1,000 \text{ Section II} \qquad \qquad \qquad = +\$25$$

CONDOMINIUM UNITOWNERS

5. Final Premium (subject to policy minimum premium) = \$232

Note: Each discount and charge is to be rounded to the nearest dollar before being subtracted from or added to the basic premium.

CONDOMINIUM UNITOWNERS

CONDOMINIUM UNITOWNERS \$500 ALL-PERIL DEDUCTIBLE \$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

ZONE BASE RATES

| Zone | Rate |
|------|----------|
| 10 | \$180.27 |
| 13 | \$180.27 |
| 25 | \$180.27 |
| 30 | \$180.27 |

CONDOMINIUM UNITOWNERS

CONDOMINIUM UNITOWNERS \$500 ALL-PERIL DEDUCTIBLE \$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

SUBZONE FACTORS

| Subzone | Factor |
|---------|--------|
| All | 1.000 |

CONDOMINIUM UNITOWNERS

CONDOMINIUM UNITOWNERS \$500 ALL-PERIL DEDUCTIBLE \$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

CONSTRUCTION FACTORS

| Construction | Factor |
|--------------|--------|
| All | 1.000 |

CONDOMINIUM UNITOWNERS

CONDOMINIUM UNITOWNERS \$500 ALL-PERIL DEDUCTIBLE \$100,000 LIABILITY; \$1,000 MEDICAL PAYMENTS

Premium = Zone Base Rate X Subzone Factor X Construction Factor X Amount Factor X Risk Amount / \$30,000

RISK AMOUNT FACTORS

| Risk Amount | Factor |
|-------------|--------|
| \$2,000 | 5.118 |
| \$4,000 | 3.412 |
| \$6,000 | 2.559 |
| \$8,000 | 2.106 |
| \$10,000 | 1.841 |
| \$12,000 | 1.668 |
| \$14,000 | 1.494 |
| \$16,000 | 1.370 |
| \$18,000 | 1.270 |
| \$20,000 | 1.200 |
| \$22,000 | 1.150 |
| \$24,000 | 1.100 |
| \$26,000 | 1.060 |
| \$28,000 | 1.030 |
| \$30,000 | 1.000 |
| \$35,000 | 0.930 |
| \$40,000 | 0.870 |
| \$45,000 | 0.830 |
| \$50,000 | 0.800 |
| \$55,000 | 0.780 |
| \$60,000 | 0.760 |
| \$65,000 | 0.740 |
| \$70,000 | 0.720 |
| \$75,000 | 0.700 |
| \$80,000 | 0.680 |
| \$85,000 | 0.670 |
| \$90,000 | 0.660 |
| \$95,000 | 0.650 |
| \$100,000 | 0.640 |
| \$125,000 | 0.600 |
| \$150,000 | 0.570 |
| \$175,000 | 0.550 |
| \$200,000 | 0.532 |

CONDOMINIUM UNITOWNERS

| Risk Amount | Factor |
|--------------------|---------------|
| \$225,000 | 0.516 |
| \$250,000 | 0.506 |
| \$275,000 | 0.497 |
| \$300,000 | 0.488 |

| Each Additional | Factor |
|------------------------|---------------|
| \$1,000 | 0.445 |

For risk amounts between those shown above, interpolate to derive the appropriate factor.

BASIC PREMIUM ADJUSTMENTS

BASIC PREMIUM ADJUSTMENTS

The following adjustments apply to develop the basic premium. If applicable, these basic premium adjustments **must** be applied prior to adjustment for discounts, charges, or options.

The basic premium adjustments shall apply sequentially as presented in this section. Each subsequent adjustment is applied to the previously adjusted premium.

CUSTOMER RATING INDEX (CRI) FACTOR

The basic premium shall be adjusted by the CRI Factor in accordance with the following provisions:

A. New Business Rating

A New Business CRI will be used to determine the CRI Factor when a policy is initially written (see Section D below). The New Business CRI will continue to be used at each renewal in determining the CRI Factor for at least two years after the policy is initially written.

B. Subsequent Rating

At each renewal, beginning at most three years from the initial effective date of the New Business CRI, a Renewal CRI will be used to determine the CRI Factor.

C. CRI Factor

The CRI Factor is determined using the formulas below. The CRI Factor shall be rounded to 3 decimal places and is subject to the specified minimum and maximum factors.

NEW BUSINESS RATING

| Policy Form | Formula | Minimum Factor | Maximum Factor |
|------------------------|--|----------------|----------------|
| Homeowners | CRI Factor = $1.003^{(5600 - \text{CRI})}$ | 0.800 | 2.500 |
| Renters | CRI Factor = $1.003^{(5600 - \text{CRI})}$ | 0.700 | 2.500 |
| Condominium Unitowners | CRI Factor = $1.003^{(5600 - \text{CRI})}$ | 0.800 | 2.500 |

SUBSEQUENT RATING

| Policy Form | Formula | Minimum Factor | Maximum Factor |
|------------------------|--|----------------|----------------|
| Homeowners | CRI Factor = $1.003^{(5600 - \text{CRI})}$ | 0.800 | 2.500 |
| Renters | CRI Factor = $1.003^{(5600 - \text{CRI})}$ | 0.700 | 2.500 |
| Condominium Unitowners | CRI Factor = $1.003^{(5600 - \text{CRI})}$ | 0.800 | 2.500 |

D. Miscellaneous Provision

BASIC PREMIUM ADJUSTMENTS

If a policy is issued to a named insured to replace a State Farm policy on property currently insured by that person, e.g. due to refinancing of the home, due to a change of effective dates, or due to a Renter's policy address change, the CRI from the former policy will apply. If this was a Renewal CRI, the time requirements in Sections A and B of this rule are waived and Subsequent Rating applies. If this was a New Business CRI, the time requirements in Sections A and B are measured from when the New Business CRI was used initially.

E. Reinstatements

Policies reinstated within 30 days of the date on which coverage ceases will use the CRI applicable when coverage ceased.

BASIC PREMIUM ADJUSTMENTS

INSURANCE TO REPLACEMENT COST (Homeowners Only)

If the dwelling is insured for an amount less than 80% of replacement cost, then the following three adjustments are required:

A. Replacement Cost - Common Construction

Apply the appropriate factor below to the premium for the amount equal to 80% of the dwelling replacement cost (adjusted for preceding basic premium adjustments):

| Coverage A/Replacement Cost | | Basic Premium Adjustment |
|-----------------------------|---------------|--------------------------|
| At Least | But Less Than | |
| 0.70 | 0.80 | 0.89 |
| 0.60 | 0.70 | 0.87 |
| 0.50 | 0.60 | 0.85 |
| 0.40 | 0.50 | 0.82 |
| 0.30 | 0.40 | 0.79 |
| 0.20 | 0.30 | 0.75 |
| 0.00 | 0.20 | 0.70 |

B. Depreciated Loss Settlement - Contents

The following adjustment applies to the premium developed in A.:

| Basic Premium Adjustment |
|--------------------------|
| -8% |

C. Jewelry and Furs Limitation

Subtract the following from the premium developed above:

| Basic Premium Adjustment |
|--------------------------|
| -\$12 |

ACTIVATE: Loss Settlement Provision A2 - Replacement Cost - Common Construction

ACTIVATE: Loss Settlement Provision B2 - Depreciated Loss Settlement (Contents)

ATTACH: Special Limits Endorsement, FE-5258

BASIC PREMIUM ADJUSTMENTS

ROOF SURFACES - WOOD (Homeowners Only)

The basic premiums contemplate standard roof covering materials. This rule recognizes differences in roof covering materials with appropriate adjustments to the basic premium for wood roof surfaces.

| Roof Surface | Basic Premium Adjustment |
|--------------|--------------------------|
| Wood Shake | 5% |
| Wood Shingle | 5% |

BASIC PREMIUM ADJUSTMENTS

ROOF SURFACES - IMPACT RESISTANT (Homeowners Only)

The basic premiums contemplate standard roof covering materials. This rule recognizes differences in roof covering materials with appropriate adjustments to the basic premium.

Discounts apply only on policies insuring a risk on which new roof covering was installed:

- After 5/31/1996 and the roof covering meets U.L. Standard 2218 (or acceptable equivalent testing) **or**
- Rigid roofs (roof types: concrete tiles, slate, clay tiles, or fiber) meeting FM Standard 4473 or U.L. Standard 2218 (or acceptable equivalent testing).

To qualify for the discount:

- Non-metal roof coverings must be replaced (no overlay) with a qualifying roof covering or must be new construction.
- For metal roofs, the following endorsement must be attached:

ATTACH: Exclusion of Cosmetic Loss to Metal Roof Coverings Caused by Hail, FE-8706

Discounts do **not** apply to wood shake, wood shingle, or composition over wood roofs. Discounts also do **not** apply to metal roofs unless FE-8706 is attached.

Class of Roof Covering

Class 1: Passes U.L. Standard 2218 Class 1 **or** FM Standard 4473 Class 1
Class 2: Passes U.L. Standard 2218 Class 2 **or** FM Standard 4473 Class 2
Class 3: Passes U.L. Standard 2218 Class 3 **or** FM Standard 4473 Class 3
Class 4: Passes U.L. Standard 2218 Class 4 **or** FM Standard 4473 Class 4

| Class | Basic Premium Adjustment |
|-------|--------------------------|
| 1 | 0% |
| 2 | 0% |
| 3 | -9% |
| 4 | -12% |

BASIC PREMIUM ADJUSTMENTS

CONDOMINIUM UNITOWNERS OCCUPANCY

If the condominium unit has any rental exposure, then the following adjustment applies to the Condominium Unitowners premium:

| Number of Days Rented or Held for Rental | Basic Premium Adjustment |
|---|--------------------------|
| 1 - 56 days per year | 10% |
| 57 - 90 days per year | 35% |
| 91 - 180 days per year | 35% |
| Over 180 days per year but less than 100% | 35% |

ATTACH: FE-5252, Unitowners Rental to Others Endorsement, if rental is 1-180 days

ATTACH: FE-5253, Unitowners Rental/Seasonal Occupancy Endorsement, if rental is over 180 days

For seasonal condominium units, rate in accordance with above occupancy and attach FE-5253.

CLAIM RECORD RATING PLAN

The basic premium will be adjusted based upon the combination of consecutive years insured with State Farm and the number of qualified paid claims.

A. Consecutive Years Insured with State Farm

The years with State Farm are determined by the number of consecutive years (ending with the current renewal date) the named insured or spouse has had a State Farm Homeowners, Manufactured Home, or Farm/Ranch policy covering their primary dwelling or contents. Although the number of consecutive years is based on the policy on the primary dwelling or contents, it will also be used for any non-primary residence insured by State Farm.

If an applicant returns within three years of cancellation or expiration, then use the consecutive years insured with State Farm which applied at the time of cancellation or expiration.

B. Number of Qualified Paid Claims in the Last 3 Years

The number of claims is determined by the number of qualified paid claims the policyholder has had in the last 3 years (ending 3 months prior to the current renewal effective date). A qualified claim is considered to be any non-catastrophe or non-weather related claim which results in a paid loss during this 3 year period. Losses which only have payments under Medical Payments coverage, losses which occurred prior to the policyholder's current tenure with State Farm, losses for which subrogation payments have been received, or losses attributed to Identity Restoration coverage are **not** considered qualified claims.

The number of qualified Section I (Property Coverages) claims may be reduced or eliminated with the selection of a higher deductible. All claims that would not have applied if this higher deductible had been in force at the time of the claim are removed from the total qualified claim count.

The number of qualified Section II (Liability) claims may be reduced or eliminated with the elimination of the exposure which caused the claim.

C. Basic Premium Adjustment

The basic premium will be adjusted according to the table below:

| Consecutive Years Insured with State Farm | Basic Premium Adjustment | | | | |
|---|---|------|-----|-----|-----|
| | Number of Qualified Paid Claims in the Last 3 Years | | | | |
| | 0 | 1 | 2 | 3 | 4 + |
| 0 - 2 | 0% | 0% | 30% | 55% | 85% |
| 3 - 5 | -5% | -5% | 30% | 55% | 85% |
| 6 - 8 | -10% | -10% | 25% | 55% | 85% |
| 9 + | -15% | -15% | 10% | 45% | 85% |

HOME/AUTO DISCOUNT

The basic premium shall be reduced by the following if the named insured is also the named insured on a private passenger automobile policy written as voluntary business by State Farm.

| |
|---------------------------------|
| Basic Premium Adjustment |
| -20% |

Note: The following vehicles are not qualifying policies for this discount:

- Motor homes, Truck or Van Campers (Recreational Use)
- Motorcycles, Motorscooters, and Motorized bicycles
- Antique and Classic Automobiles and Replicas
- Fleets insured under the provisions of the Experience Rating Plan
- Recreational vehicles
- Driver Training Automobiles
- Funeral Directors' Automobiles
- Automobiles Leased to United States Government Agencies
- Named Non-Owner and Employers Non-Ownership Liability/Hired Cars

BASIC PREMIUM ADJUSTMENTS

UTILITIES RATING PLAN (Homeowners Only)

The following adjustment applies to the basic premium depending on the calendar year that the dwelling was completed and first occupied **or** the calendar year that utilities were updated. If the year first occupied is different than the year completed, the later year is used in determination of the applicable premium adjustment. If the utilities were updated in different years, then the premium adjustment is based on the earliest year in which any one of the utilities was updated.

For utilities to be considered completely updated and qualify for the discount, **all** of the following must be updated by qualified contractors with all work conforming to local code requirements:

- A. Plumbing - improvements should include the installation of new water lines within the structure and plumbing fixtures.
- B. Electrical service - improvements should include the replacement of fuse or breaker boxes, switches, fixtures, and wiring.
- C. Heating and cooling system - improvements should include furnace and air-conditioning replacement, or replacement of burners on furnaces and compressors on central air-conditioning systems.

| For Homes Completed and Occupied or Utilities Updated | Basic Premium Adjustment |
|--|-----------------------------|
| During current calendar year | -38% |
| One year preceding current calendar year | -34% |
| Two years preceding current calendar year | -30% |
| Three years preceding current calendar year | -26% |
| Four years preceding current calendar year | -22% |
| Five years preceding current calendar year | -18% |
| Six years preceding current calendar year | -14% |
| Seven years preceding current calendar year | -10% |
| Eight years preceding current calendar year | -5% |
| Nine years or more preceding current calendar year | 0% |

Note: A dwelling under construction shall be considered to be completed and occupied during the current calendar year. The Coverage A amount for a dwelling under construction should equal 100% of the completed dwelling replacement cost.

ATTACH: FE-7347, Valuation Endorsement

BASIC PREMIUM ADJUSTMENTS

HOME ALERT PROTECTION

The following discounts apply to the basic premium for fire and burglary prevention efforts by the policyholder:

| Description | Basic Premium Adjustment | |
|---|--|------------|
| | Renters and Condominium Unitowners | Homeowners |
| Fire or Smoke Local Alarm | -2% | 0% |
| Burglar Alarm System | -3% | 0% |
| Fire or Smoke Detectors which also activate either a digital dialer or a voice synthesized (not tape) telephone dialer | -4% | 0% |
| Fire or Smoke Local Alarm and Burglar Alarm System | -5% | 0% |
| Fire or Smoke Local Alarm, Dead Bolt Locks and Fire Extinguisher | -5% | 0% |
| Fire or Smoke Detectors which also activate either a digital dialer or a voice synthesized (not tape) telephone dialer, Dead Bolt Locks and Fire Extinguisher | -7% | -2% |
| Burglar Alarm System, Fire or Smoke Local Alarm, Dead Bolt Locks and Fire Extinguisher | -7% | -2% |
| Fire and/or Burglar Alarm reporting to either Fire Dept., Police Dept. or Central Station, Dead Bolt Locks and Fire Extinguisher | -15% | -10% |

Telephone dialer discounts do not apply in areas where dialers are prohibited by ordinance or law.

Only one discount from the above schedule may be applied per policy. No combination of discounts, other than shown, is permitted.

BASIC PREMIUM ADJUSTMENTS

AUTOMATIC SPRINKLER DISCOUNT

The following discounts apply to the basic premium for automatic sprinkler systems in the dwelling:

| Description | Basic Premium Adjustment |
|--|--------------------------|
| Automatic sprinklers in all areas including bathrooms, attics, closets, and attached structures | -10% |
| Automatic sprinklers totally or partially omitted in bathrooms, attics, closets, and attached structures | -5% |

The discount applies in addition to any other discount shown in the manual.

LOSS SETTLEMENT - PERSONAL PROPERTY

A. Homeowners

Losses for personal property are settled on either a limited replacement cost without deduction for depreciation or a depreciated loss settlement basis depending on the insured's coverage selections. The basic Coverage B limit is also based on these coverage selections. The following chart summarizes these options:

| Loss Settlement Provision | Basis of Loss Settlement | Coverage B |
|---------------------------|-----------------------------|-------------------|
| B1 | Limited Replacement Cost | 75% of Coverage A |
| B2 | Depreciated Loss Settlement | 55% of Coverage A |

1. Dwellings insured for at least 80% of replacement cost

When the dwelling is insured for at least 80% of replacement cost, personal property losses are settled according to the Loss Settlement Provision B1. The basic premiums contemplate this coverage, but this basic coverage can be changed to a depreciated loss settlement basis for a premium discount. The selection of depreciated loss settlement coverage also reduces the Coverage B limit from 75% to 55% of the Coverage A limit.

| Basic Premium Adjustment |
|--------------------------|
| -8% |

ACTIVATE: Loss Settlement Provision B2 - Depreciated Loss Settlement

2. Dwellings insured for less than 80% of replacement cost

When the dwelling is insured for less than 80% of replacement cost, personal property losses are settled according to Loss Settlement Provision B2. The basic premiums (after adjustment for Insurance to Replacement Cost) contemplate this coverage. This basic coverage can be changed to a limited replacement cost basis for a premium charge. The selection of limited replacement cost coverage also increases the Coverage B limit from 55% to 75% of the Coverage A limit.

| Basic Premium Adjustment | Minimum Adjustment |
|--------------------------|--------------------|
| 10% | \$24 |

ACTIVATE: Loss Settlement Provision B1 - Limited Replacement Cost

B. Renters and Condominium Unitowners

The basic premiums contemplate loss settlement on a replacement cost less depreciation basis (Loss Settlement Provision B2). The Limited Replacement Cost Option is available only when Inflation Coverage applies to the policy.

BASIC PREMIUM ADJUSTMENTS

The additional premium for this coverage shall be determined by applying the following percentage charge to the basic premium.

| Basic Premium Adjustment | Minimum Adjustment |
|--------------------------|--------------------|
| 24% | \$24 |

ACTIVATE: Loss Settlement Provision B1 - Limited Replacement Cost

BASIC PREMIUM ADJUSTMENTS

REPLACEMENT COST - COMMON CONSTRUCTION (Homeowners Only)

The loss settlement provision for Coverage A may be revised to provide for repair or replacement with commonly used materials. The basic premiums contemplate this coverage if the home is insured for an amount less than 80% of the replacement cost. For homes insured for at least 80% of replacement cost, the following adjustment applies to the basic premium.

| |
|-------------------------------------|
| Basic Premium Adjustment |
| -10% |

ACTIVATE: *Loss Settlement Provision A2 - Replacement Cost - Common Construction*

BASIC PREMIUM ADJUSTMENTS

DEDUCTIBLES

A. Homeowners

The basic premiums include a \$500 all-peril deductible. For other deductibles, apply the adjustment shown in the tables below, based on the Coverage A amount.

| Coverage A Amount of Insurance | Basic Premium Adjustment | | | |
|-----------------------------------|--------------------------|-----------------------|------|------|
| | Policy Deductible | | | |
| | 1/2% | 1% (\$500 Minimum) | 2% | 3% |
| \$1 - \$7,499 | N/A | 0% | N/A | N/A |
| \$7,500 - \$14,999 | N/A | 0% | N/A | N/A |
| \$15,000 - \$24,999 | N/A | 0% | N/A | N/A |
| \$25,000 - \$34,999 | N/A | 0% | N/A | N/A |
| \$35,000 - \$44,999 | N/A | 0% | N/A | N/A |
| \$45,000 - \$49,999 | N/A | 0% | N/A | N/A |
| \$50,000 - \$64,999 | N/A | -2% | -12% | -18% |
| \$65,000 - \$74,999 | N/A | -4% | -14% | -21% |
| \$75,000 - \$84,999 | N/A | -6% | -15% | -22% |
| \$85,000 - \$99,999 | N/A | -8% | -17% | -23% |
| \$100,000 - \$104,999 | -3% | -9% | -18% | -24% |
| \$105,000 - \$114,999 | -4% | -11% | -19% | -25% |
| \$115,000 - \$124,999 | -5% | -11% | -20% | -26% |
| \$125,000 - \$134,999 | -6% | -13% | -21% | -27% |
| \$135,000 - \$144,999 | -7% | -14% | -22% | -28% |
| \$145,000 - \$154,999 | -8% | -14% | -23% | -28% |
| \$155,000 - \$164,999 | -9% | -15% | -23% | -29% |
| \$165,000 - \$174,999 | -10% | -16% | -24% | -30% |
| \$175,000 - \$184,999 | -11% | -17% | -25% | -30% |
| \$185,000 - \$194,999 | -11% | -18% | -26% | -31% |
| \$195,000 - \$204,999 | -11% | -18% | -26% | -32% |
| \$205,000 - \$214,999 | -12% | -19% | -26% | -32% |
| \$215,000 - \$224,999 | -13% | -19% | -27% | -32% |
| \$225,000 - \$234,999 | -13% | -19% | -27% | -32% |
| \$235,000 - \$244,999 | -14% | -19% | -28% | -32% |
| \$245,000 - \$274,999 | -14% | -19% | -28% | -32% |
| \$275,000 - \$324,999 | -16% | -22% | -30% | -35% |
| \$325,000 - \$374,999 | -17% | -24% | -31% | -36% |
| \$375,000 - \$424,999 | -18% | -24% | -32% | -37% |
| \$425,000 - \$474,999 | -19% | -25% | -32% | -37% |
| \$475,000 - \$524,999 | -20% | -25% | -33% | -38% |

BASIC PREMIUM ADJUSTMENTS

| Coverage A Amount of Insurance | Basic Premium Adjustment | | | |
|-----------------------------------|--------------------------|-----------------------|------|------|
| | Policy Deductible | | | |
| | 1/2% | 1% (\$500 Minimum) | 2% | 3% |
| \$525,000 - \$574,999 | -21% | -26% | -34% | -39% |
| \$575,000 - \$624,999 | -21% | -27% | -34% | -39% |
| \$625,000 - \$674,999 | -22% | -27% | -34% | -39% |
| \$675,000 - \$724,999 | -22% | -28% | -35% | -40% |
| \$725,000 - \$750,000 | -22% | -28% | -35% | -40% |
| \$750,001 - \$781,499 | -22% | -28% | -35% | -40% |
| \$781,500 - \$843,999 | -24% | -29% | -35% | -40% |
| \$844,000 - \$906,499 | -24% | -29% | -36% | -40% |
| \$906,500 - \$968,999 | -24% | -29% | -36% | -41% |
| \$969,000 - \$1,062,499 | -24% | -30% | -36% | -41% |
| \$1,062,500 - \$1,187,499 | -25% | -31% | -37% | -42% |
| \$1,187,500 - \$1,312,499 | -25% | -31% | -37% | -42% |
| \$1,312,500 - \$1,437,499 | -25% | -31% | -37% | -42% |
| \$1,437,500 - \$1,562,499 | -25% | -31% | -37% | -42% |
| \$1,562,500 - \$1,687,499 | -25% | -31% | -37% | -42% |
| \$1,687,500 - \$1,812,499 | -26% | -31% | -38% | -42% |
| \$1,812,500 - \$1,937,499 | -26% | -31% | -38% | -42% |
| \$1,937,500 - \$2,124,999 | -26% | -31% | -38% | -42% |
| \$2,125,000 - \$2,374,999 | -26% | -31% | -38% | -42% |
| \$2,375,000 - \$2,749,999 | -26% | -31% | -38% | -42% |
| \$2,750,000 - \$3,249,999 | -26% | -31% | -38% | -42% |
| \$3,250,000 - \$3,749,999 | -26% | -31% | -38% | -42% |
| \$3,750,000 - \$4,249,999 | -26% | -31% | -38% | -42% |
| \$4,250,000 - \$4,749,999 | -27% | -32% | -39% | -43% |
| \$4,750,000 + | -27% | -32% | -39% | -43% |

| Coverage A Amount of Insurance | Basic Premium Adjustment | | | | | | | | | |
|--------------------------------------|--------------------------|-------------------|---------|---------------------|---------|---------------|---------------|---------------|-------------|-------------|
| | Policy Deductible | | | | | | | | | |
| | \$500 | \$500/1% W&H * | \$1,000 | \$1,000/1% W&H * | \$2,000 | \$2,500 ** | \$3,000 ** | \$4,000 ** | \$5,000 | \$10,000 |
| \$1 - \$7,499 | 0% | N/A | -10% | N/A | -24% | -26% | -30% | -35% | -41% | -46% |
| \$7,500 - \$14,999 | 0% | N/A | -8% | N/A | -22% | -25% | -28% | -34% | -39% | -44% |
| \$15,000 - \$24,999 | 0% | N/A | -8% | N/A | -20% | -23% | -26% | -32% | -38% | -44% |
| \$25,000 - \$34,999 | 0% | N/A | -8% | N/A | -19% | -22% | -24% | -31% | -34% | -44% |
| \$35,000 - \$44,999 | 0% | N/A | -8% | N/A | -19% | -22% | -24% | -29% | -33% | -44% |
| \$45,000 - \$49,999 | 0% | N/A | -8% | N/A | -19% | -22% | -24% | -26% | -33% | -44% |

State Farm Fire and Casualty Company
Homeowners
Arkansas

BASIC PREMIUM ADJUSTMENTS

| Coverage A Amount of Insurance | Basic Premium Adjustment | | | | | | | | | |
|--------------------------------------|--------------------------|-------------------|---------|---------------------|---------|---------------|---------------|---------------|---------|----------|
| | Policy Deductible | | | | | | | | | |
| | \$500 | \$500/1% W&H * | \$1,000 | \$1,000/1% W&H * | \$2,000 | \$2,500 ** | \$3,000 ** | \$4,000 ** | \$5,000 | \$10,000 |
| \$50,000 - \$64,999 | 0% | 0% | -8% | N/A | -19% | -22% | -24% | -26% | -30% | -44% |
| \$65,000 - \$74,999 | 0% | -2% | -8% | N/A | -18% | -21% | -23% | -26% | -29% | -44% |
| \$75,000 - \$84,999 | 0% | -2% | -8% | N/A | -18% | -21% | -23% | -26% | -28% | -44% |
| \$85,000 - \$99,999 | 0% | -3% | -8% | N/A | -18% | -20% | -22% | -26% | -28% | -43% |
| \$100,000 - \$104,999 | 0% | -4% | -8% | -8% | -17% | -20% | -22% | -26% | -28% | -41% |
| \$105,000 - \$114,999 | 0% | -4% | -8% | -9% | -17% | -20% | -22% | -26% | -28% | -41% |
| \$115,000 - \$124,999 | 0% | -4% | -8% | -9% | -16% | -19% | -21% | -26% | -28% | -40% |
| \$125,000 - \$134,999 | 0% | -5% | -8% | -10% | -16% | -19% | -21% | -26% | -28% | -39% |
| \$135,000 - \$144,999 | 0% | -6% | -8% | -10% | -16% | -19% | -21% | -25% | -28% | -37% |
| \$145,000 - \$154,999 | 0% | -6% | -8% | -10% | -16% | -19% | -21% | -25% | -28% | -37% |
| \$155,000 - \$164,999 | 0% | -6% | -8% | -11% | -16% | -19% | -21% | -25% | -28% | -35% |
| \$165,000 - \$174,999 | 0% | -6% | -8% | -11% | -16% | -18% | -21% | -25% | -28% | -35% |
| \$175,000 - \$184,999 | 0% | -7% | -8% | -12% | -16% | -18% | -21% | -25% | -28% | -35% |
| \$185,000 - \$194,999 | 0% | -7% | -8% | -12% | -16% | -18% | -21% | -25% | -28% | -35% |
| \$195,000 - \$204,999 | 0% | -7% | -8% | -12% | -16% | -18% | -21% | -25% | -28% | -35% |
| \$205,000 - \$214,999 | 0% | -8% | -8% | -12% | -16% | -18% | -21% | -25% | -28% | -35% |
| \$215,000 - \$224,999 | 0% | -8% | -8% | -12% | -16% | -18% | -20% | -25% | -28% | -35% |
| \$225,000 - \$234,999 | 0% | -8% | -8% | -12% | -16% | -18% | -20% | -25% | -27% | -35% |
| \$235,000 - \$244,999 | 0% | -8% | -8% | -12% | -16% | -18% | -20% | -24% | -27% | -35% |
| \$245,000 - \$274,999 | 0% | -8% | -8% | -12% | -16% | -18% | -20% | -24% | -26% | -34% |
| \$275,000 - \$324,999 | 0% | -9% | -8% | -14% | -16% | -18% | -20% | -24% | -26% | -34% |
| \$325,000 - \$374,999 | 0% | -10% | -8% | -14% | -16% | -18% | -20% | -24% | -26% | -34% |

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New: 4/15/2009
Renewal: 6/1/2009

BASIC PREMIUM ADJUSTMENTS

| Coverage A Amount of Insurance | Basic Premium Adjustment | | | | | | | | | |
|--------------------------------------|--------------------------|-------------------|---------|---------------------|---------|---------------|---------------|---------------|---------|----------|
| | Policy Deductible | | | | | | | | | |
| | \$500 | \$500/1% W&H * | \$1,000 | \$1,000/1% W&H * | \$2,000 | \$2,500 ** | \$3,000 ** | \$4,000 ** | \$5,000 | \$10,000 |
| \$375,000 - \$424,999 | 0% | -10% | -8% | -14% | -16% | -18% | -20% | -24% | -26% | -33% |
| \$425,000 - \$474,999 | 0% | -10% | -8% | -15% | -16% | -18% | -20% | -23% | -25% | -33% |
| \$475,000 - \$524,999 | 0% | -10% | -8% | -15% | -16% | -18% | -20% | -23% | -25% | -33% |
| \$525,000 - \$574,999 | 0% | -10% | -8% | -15% | -16% | -18% | -20% | -23% | -25% | -31% |
| \$575,000 - \$624,999 | 0% | -11% | -8% | -15% | -16% | -18% | -20% | -23% | -25% | -31% |
| \$625,000 - \$674,999 | 0% | -11% | -8% | -15% | -16% | -18% | -20% | -23% | -25% | -31% |
| \$675,000 - \$724,999 | 0% | -11% | -7% | -15% | -16% | -18% | -20% | -23% | -24% | -30% |
| \$725,000 - \$750,000 | 0% | -11% | -7% | -15% | -16% | -18% | -19% | -22% | -24% | -30% |
| \$750,001 - \$781,499 | 0% | -11% | -7% | -15% | -16% | -18% | -19% | -22% | -24% | -30% |
| \$781,500 - \$843,999 | 0% | -12% | -7% | -15% | -15% | -17% | -18% | -21% | -24% | -29% |
| \$844,000 - \$906,499 | 0% | -12% | -6% | -15% | -15% | -17% | -18% | -21% | -23% | -29% |
| \$906,500 - \$968,999 | 0% | -12% | -6% | -15% | -15% | -17% | -18% | -21% | -23% | -29% |
| \$969,000 - \$1,062,499 | 0% | -12% | -6% | -15% | -14% | -16% | -17% | -20% | -22% | -29% |
| \$1,062,500 - \$1,187,499 | 0% | -12% | -6% | -15% | -14% | -16% | -17% | -20% | -22% | -28% |
| \$1,187,500 - \$1,312,499 | 0% | -12% | -6% | -15% | -14% | -16% | -17% | -20% | -22% | -27% |
| \$1,312,500 - \$1,437,499 | 0% | -12% | -5% | -15% | -13% | -15% | -16% | -19% | -21% | -26% |
| \$1,437,500 - \$1,562,499 | 0% | -12% | -5% | -15% | -12% | -14% | -16% | -19% | -21% | -26% |
| \$1,562,500 - \$1,687,499 | 0% | -12% | -5% | -15% | -11% | -14% | -15% | -18% | -21% | -26% |
| \$1,687,500 - \$1,812,499 | 0% | -12% | -5% | -15% | -10% | -13% | -15% | -17% | -20% | -26% |
| \$1,812,500 - \$1,937,499 | 0% | -12% | -5% | -15% | -10% | -13% | -14% | -17% | -20% | -26% |
| \$1,937,500 - \$2,124,999 | 0% | -12% | -4% | -15% | -9% | -12% | -13% | -17% | -19% | -26% |

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Renewal: 6/1/2009

BASIC PREMIUM ADJUSTMENTS

| Coverage A Amount of Insurance | Basic Premium Adjustment | | | | | | | | | |
|--------------------------------------|--------------------------|-------------------|---------|---------------------|---------|---------------|---------------|---------------|-------------|-------------|
| | Policy Deductible | | | | | | | | | |
| | \$500 | \$500/1% W&H * | \$1,000 | \$1,000/1% W&H * | \$2,000 | \$2,500 ** | \$3,000 ** | \$4,000 ** | \$5,000 | \$10,000 |
| \$2,125,000 - \$2,374,999 | 0% | -12% | -4% | -15% | -9% | -12% | -13% | -16% | -19% | -25% |
| \$2,375,000 - \$2,749,999 | 0% | -12% | -4% | -15% | -9% | -11% | -12% | -16% | -18% | -25% |
| \$2,750,000 - \$3,249,999 | 0% | -12% | -4% | -15% | -8% | -11% | -12% | -15% | -17% | -24% |
| \$3,250,000 - \$3,749,999 | 0% | -12% | -3% | -15% | -8% | -10% | -11% | -14% | -16% | -23% |
| \$3,750,000 - \$4,249,999 | 0% | -12% | -3% | -15% | -8% | -9% | -10% | -13% | -15% | -22% |
| \$4,250,000 - \$4,749,999 | 0% | -12% | -3% | -15% | -7% | -8% | -9% | -12% | -15% | -21% |
| \$4,750,000 + | 0% | -12% | -3% | -15% | -7% | -8% | -9% | -12% | -14% | -20% |

* **ATTACH:** Windstorm or Hail Deductible Endorsement, FE-5269

** Renewals Only

B. Renters and Condominium Unitowners

| Policy Deductible | Basic Premium Adjustment | Minimum Adjustment | Maximum Adjustment |
|-------------------|--------------------------|-----------------------|-----------------------|
| \$500 | 0% | Does not apply | Does not apply |
| \$1,000 | -10% | Does not apply | Does not apply |
| \$1,500 | -14% | Does not apply | Does not apply |
| \$2,000 | -17% | Does not apply | Does not apply |
| \$2,500 | -20% | Does not apply | Does not apply |
| \$3,000 | -22% | Does not apply | Does not apply |
| \$4,000 | -24% | Does not apply | Does not apply |
| \$5,000 | -26% | Does not apply | Does not apply |

BASIC PREMIUM ADJUSTMENTS

BUILDING ORDINANCE OR LAW COVERAGE (Homeowners Only)

A Homeowners policy provides coverage for contingent liability due to the operation of building laws equal to 10% of the Coverage A limit. Loss under Coverage A will be settled on the basis of any ordinance or law regulating the construction, repair, or demolition of the building. The amount of coverage provided may be increased by application of the following charge to the basic premium:

| Percentage of Coverage A Limit | Basic Premium Adjustment | Minimum Adjustment |
|--------------------------------|--------------------------|--------------------|
| 25% | 3% | \$5 |
| 50% | 8% | \$15 |

ACTIVATE: Option OL in the Policy

DISCOUNTS, CHARGES, AND OPTIONS

All discounts, charges, and options are to be applied to the basic premium as developed after applicable adjustments from the Basic Premium Adjustments section. Percentage discounts, charges, and options are to be applied to this basic premium prior to any adjustment for flat dollar discounts, charges, and options. The policy minimum premium applies to the policy premium after adjustments for discounts, charges, and options.

ADDITIONAL INSURED

A. Sections I and II - Co-owner or Additional Insured

The interest of a co-owner or another additional insured with an interest only in the residence premises may be covered for no additional premium.

1. Occupant - Co-owner

A Homeowners policy can be issued to the co-owner of a one or two family dwelling if each of the co-owners occupying the building lives in independently separate premises. A separate Homeowners policy can be issued to the other co-owner.

2. Non-occupant - Co-owner

Interests of a non-occupant, other than a contractor, may be covered in the event of joint ownership in the dwelling.

3. Other Additional Insureds

The interest of an additional insured with an interest only in the residence premises may be covered.

ACTIVATE: Option AI in the Policy.

B. Section I only - Contractor

The interest of a contractor in the building may be covered for no additional premium.

ATTACH: Contractors' Interest Endorsement, FE-7302

C. Sections I and II - Association

The interest of a Homeowners/Condominium Association may be covered for no additional premium.

ATTACH: Additional Insured Endorsement (Homeowners/Condominium Associations), FE-5262

D. Section II only - Special Event

The Section II interest of an additional insured arising from a special event may be covered for the following additional fully earned premium.

DISCOUNTS, CHARGES, AND OPTIONS

| Liability Limit | Premium |
|--------------------|--------------|
| \$100,000 | \$25 |
| \$300,000 | \$30 |
| \$500,000 | \$35 |
| \$1,000,000 | \$50 |
| \$2,000,000 | \$75 |
| \$3,000,000 | \$105 |
| \$4,000,000 | \$125 |
| \$5,000,000 | \$140 |

ATTACH: Additional Insured - Special Event Endorsement (Section II), FE-5263

E. Sections I and II - Additional Insured

The interest of an additional insured, not described elsewhere in this section, may be covered for no additional premium.

ATTACH: Additional Insured Endorsement, FE-5267

DISCOUNTS, CHARGES, AND OPTIONS

ADULT FAMILY HOME COVERAGE

When the insured provides adult care services in the dwelling, Section II coverage should be provided. The following additional premiums apply:

| <i>Liability Limit</i> | | <i>Number of Adults Cared For</i> | | | | | |
|------------------------|------------------|-----------------------------------|--------------|--------------|--------------|--------------|--------------|
| <i>Occurrence</i> | <i>Aggregate</i> | <i>1</i> | <i>2</i> | <i>3</i> | <i>4</i> | <i>5</i> | <i>6</i> |
| <i>\$100,000</i> | <i>\$100,000</i> | <i>\$60</i> | <i>\$120</i> | <i>\$180</i> | <i>\$280</i> | <i>\$400</i> | <i>\$540</i> |
| <i>\$300,000</i> | <i>\$300,000</i> | <i>\$65</i> | <i>\$130</i> | <i>\$195</i> | <i>\$300</i> | <i>\$425</i> | <i>\$570</i> |

The selected liability limit must coincide with the policy Section II limit. The above charges apply regardless of Medical Payments limits.

To reinstate the aggregate limit, refer to Company.

ATTACH: Adult Family Home Coverage Endorsement, FE-7766

DISCOUNTS, CHARGES, AND OPTIONS

BACK-UP OF SEWERS OR DRAINS

Coverage may be provided for loss caused by water which backs up through sewers or drains including sump pumps, sump pump wells, or any type system designed to remove subsurface water. The following options are available:

BACK-UP OF SEWERS OR DRAINS - \$10,000 Limit/Listed Contents

A coverage limit of \$10,000 is provided for the dwelling and the following personal property items:

- Clothes washers and dryers
- Food freezers and the food in them
- Refrigerators
- Ranges
- Portable dishwashers
- Dehumidifiers

A \$1,000 deductible or the policy deductible, whichever is higher, applies to loss under this endorsement.

| Policy Deductible | Premium | |
|-------------------|------------|--|
| | Homeowners | Renters and Condominium Unitowners |
| All | \$15 | \$5 |

ATTACH: Back-up of Sewer or Drain Endorsement (\$10,000 Limit), FE-5706

DISCOUNTS, CHARGES, AND OPTIONS

BUSINESS PROPERTY - INCREASED LIMITS

The policy provides \$1,000 on premises coverage and \$250 off premises coverage for personal property intended for use in a business. Coverage for merchandise held as samples or for sale or for delivery is included. Coverage is not provided for electronic data processing equipment or the recording or storage media used with that equipment.

On premises coverage can be increased to \$2,500 or \$5,000 for the following additional premium.

| Limit | Premium |
|---------|---------|
| \$2,500 | \$16 |
| \$5,000 | \$22 |

ACTIVATE: Option BP in the Policy. Limits will be shown on the Declarations Page.

DISCOUNTS, CHARGES, AND OPTIONS

BUSINESS PURSUITS

The Section II Liability protection may be extended to certain occupations. The occupations which may be covered are as follows:

- A. Clerical Office Employees engaged wholly in office work
- B. Salespersons, Collectors, or Messengers
- C. Teachers - including Liability for Corporal Punishment
- D. School Administrators

This coverage does not replace Professional Liability Coverage.

This option does not provide coverage for loss in connection with a business owned or financially controlled by the insured or by a partnership of which the insured is a member.

Only one charge applies per policy.

| Liability Limit | Premium |
|--------------------|-------------|
| \$100,000 | \$7 |
| \$300,000 | \$9 |
| \$500,000 | \$10 |
| \$1,000,000 | \$12 |
| \$2,000,000 | \$19 |
| \$3,000,000 | \$26 |
| \$4,000,000 | \$34 |
| \$5,000,000 | \$41 |

The selected liability limit must coincide with the policy Section II limit. The above charges apply regardless of Medical Payments limits.

ACTIVATE: Option BU in the Policy.

DISCOUNTS, CHARGES, AND OPTIONS

CHILD CARE

When the insured provides babysitting care in the dwelling, Section II coverage should be provided. The following additional premiums apply:

| Liability Limit | | Number of Children Cared For | | | |
|--------------------|--------------------|------------------------------|--------------|--------------|--------------|
| Occurrence | Aggregate | 1 - 3 | 4 | 5 | 6 |
| \$100,000 | \$100,000 | \$60 | \$90 | \$120 | \$150 |
| \$300,000 | \$300,000 | \$78 | \$115 | \$155 | \$200 |
| \$500,000 | \$500,000 | \$90 | \$135 | \$180 | \$225 |
| \$1,000,000 | \$1,000,000 | \$110 | \$160 | \$220 | \$270 |
| \$2,000,000 | \$2,000,000 | \$176 | \$256 | \$352 | \$432 |
| \$3,000,000 | \$3,000,000 | \$242 | \$352 | \$484 | \$594 |
| \$4,000,000 | \$4,000,000 | \$308 | \$448 | \$616 | \$756 |
| \$5,000,000 | \$5,000,000 | \$374 | \$544 | \$748 | \$918 |

The selected liability limit must coincide with the policy Section II limit. The above charges apply regardless of Medical Payments limits.

To reinstate the aggregate limit, refer to Company.

ATTACH: Child Care Liability Endorsement, FE-5268

DISCOUNTS, CHARGES, AND OPTIONS

CONDOMINIUMS BUILDING PROPERTY COVERAGE - INCREASED LIMITS

The limit of liability for Condominium Unitowners Building Property (Coverage A) can be increased.

| |
|---|
| Each Additional \$1,000 - Add: |
| \$4.00 |

DISCOUNTS, CHARGES, AND OPTIONS

COVERAGE B - INCREASED LIMITS (Homeowners Only)

The Coverage B amount for personal property can be increased.

| |
|---|
| Each Additional \$1,000 - Add: |
| \$0.50 |

DWELLINGS UNDER CONSTRUCTION

A. Building Materials Theft

Coverage is available for loss by theft of construction materials from the residence premises. A limit of liability of \$5,000 applies per loss, subject to the policy deductible (\$250 minimum). Coverage will be terminated 180 days after its effective date, or when the dwelling is completed, whichever occurs first.

There will be no refund of premium in the event this endorsement is cancelled.

| |
|----------------|
| Premium |
| \$75 |

ATTACH: Building Materials Theft Endorsement, FE-7531

B. Theft Coverage

Theft coverage in or to a newly constructed dwelling prior to occupancy is available for the following premium. Coverage will not take effect until the dwelling is fully enclosed and capable of being locked.

There will be no refund of premium in the event this endorsement is cancelled.

| |
|----------------|
| Premium |
| \$15 |

ATTACH: Theft Endorsement, FE-5272

C. Temporary Extension of Coverage (Homeowners Only)

Coverage B and Section II must be extended to the residence where the insured is temporarily residing. Coverage will cease at this temporary residence at the earlier of:

1. The date the new dwelling is occupied.
2. One year from the policy effective date.

There is no charge for this temporary extension.

ATTACH: Dwelling Under Construction Endorsement, FE-7342

EARTHQUAKE DAMAGE ASSUMPTION

Earthquake damage can be covered by the addition of an endorsement. The following provide additional details on this coverage.

EARTHQUAKE DAMAGE ASSUMPTION - RULES

A. Earthquake Zones

| Zone | Counties | | | | |
|-------------|--------------------|------------|--------------|-------------|-------------|
| 2 | Clay | Crittenden | Greene | Lee | Poinsett |
| | Craighead | Cross | Jackson | Mississippi | St. Francis |
| 3 | Arkansas | Lawrence | Phillips | Randolph | White |
| | Independence | Monroe | Prairie | Sharp | Woodruff |
| 4 | Baxter | Desha | Izard | Lonoke | Searcy |
| | Cleburne | Faulkner | Jefferson | Marion | Sebastian |
| | Conway | Fulton | Little River | Pulaski | Stone |
| 5 | Remainder of State | | | | |

B. Deductible

The earthquake deductible applies separately to Coverage A (Dwelling), Dwelling Extension, Coverage B (Personal Property), and Coverage D (Loss Assessments), subject to a minimum aggregate deductible amount of \$250 in any one occurrence.

| Policy Form | Deductible |
|------------------------|--|
| Homeowners | Percentage of the Coverage A, Coverage B, and Dwelling Extension (other structures) limits of liability (\$250 minimum). |
| Renters | Percentage of the Coverage B limit of liability (\$250 minimum). |
| Condominium Unitowners | Percentage of the Coverage A and Coverage B limits of liability (\$250 minimum). A \$100 deductible applies to Coverage D. |

C. Exterior Masonry Veneer

The applicable charge for Earthquake Coverage (except for Renters and Condominium Unitowners) depends on whether coverage is provided for exterior masonry veneer.

1. Homeowners

DISCOUNTS, CHARGES, AND OPTIONS

- a. If coverage **is not** desired for exterior masonry veneer (or if the dwelling has no exterior masonry veneer), attach FE-7575 and use the rates for "excluding exterior masonry veneer".
 - b. If coverage **is** desired for exterior masonry veneer or if the dwelling is of masonry construction, attach FE-7576 and use the rates for "including exterior masonry veneer and masonry".
2. Renters and Condominium Unitowners

Endorsements and rates for these forms are not affected by exterior masonry veneer considerations.

DISCOUNTS, CHARGES, AND OPTIONS

EARTHQUAKE DAMAGE ASSUMPTION - BASIC RATES

The basic rates provide basic package amounts of coverage. The rates shown below apply per \$1,000 of Coverage A for Homeowners and per \$1,000 of Coverage B for Renters and Condominium Unitowners.

HOMEOWNERS

| Zone | Deductible | Rate per \$1,000 | |
|----------|------------|-----------------------------------|---|
| | | Excluding Exterior Masonry Veneer | Including Exterior Masonry Veneer and Masonry |
| 2 | 2%* | \$1.51 | \$1.89 |
| 2 | 5%* | \$0.93 | \$1.15 |
| 2 | 10% | \$0.58 | \$0.71 |
| 3 | 2%* | \$0.68 | \$0.81 |
| 3 | 5%* | \$0.43 | \$0.51 |
| 3 | 10% | \$0.28 | \$0.33 |
| 4 | 2%* | \$0.46 | \$0.58 |
| 4 | 5% | \$0.30 | \$0.36 |
| 4 | 10% | \$0.20 | \$0.24 |
| 5 | 2%* | \$0.40 | \$0.50 |
| 5 | 5% | \$0.26 | \$0.33 |
| 5 | 10% | \$0.18 | \$0.21 |

* Renewals Only

RENTERS AND CONDOMINIUM UNITOWNERS

| Zone | Deductible | Rate per \$1,000 |
|----------|------------|------------------|
| 2 | 2%* | \$0.90 |
| 2 | 5%* | \$0.60 |
| 2 | 10% | \$0.40 |
| 3 | 2%* | \$0.45 |
| 3 | 5%* | \$0.30 |
| 3 | 10% | \$0.20 |
| 4 | 2%* | \$0.33 |
| 4 | 5% | \$0.22 |
| 4 | 10% | \$0.15 |
| 5 | 2%* | \$0.28 |
| 5 | 5% | \$0.19 |
| 5 | 10% | \$0.13 |

DISCOUNTS, CHARGES, AND OPTIONS

* Renewals Only

ATTACH: Earthquake Endorsement - Excluding Masonry Veneer, FE-7575 **or** Earthquake Endorsement, FE-7576 (Homeowners)

Note: This premium is fully earned and will not be refunded if FE-7575 or FE-7576 is cancelled.

ATTACH: Earthquake Endorsement, FE-7301 (Renters)

ATTACH: Earthquake Endorsement, FE-7310 (Condominium Unitowners)

DISCOUNTS, CHARGES, AND OPTIONS

EARTHQUAKE DAMAGE ASSUMPTION - INCREASED LIMITS

If higher than basic limits are provided for the following types of coverage, additional charges are made according to all applicable rates shown below. These rates apply only to the increased amount of coverage.

HOMEOWNERS - COVERAGE B

| Zone | Deductible | Additional Rate per \$1,000 |
|----------|------------|-----------------------------|
| 2 | 2%* | \$0.90 |
| 2 | 5%* | \$0.60 |
| 2 | 10% | \$0.40 |
| 3 | 2%* | \$0.45 |
| 3 | 5%* | \$0.30 |
| 3 | 10% | \$0.20 |
| 4 | 2%* | \$0.33 |
| 4 | 5% | \$0.22 |
| 4 | 10% | \$0.15 |
| 5 | 2%* | \$0.28 |
| 5 | 5% | \$0.19 |
| 5 | 10% | \$0.13 |

* Renewals Only

HOMEOWNERS - DWELLING EXTENSION

| Zone | Deductible | Additional Rate per \$1,000 | |
|----------|------------|-----------------------------------|---|
| | | Excluding Exterior Masonry Veneer | Including Exterior Masonry Veneer and Masonry |
| 2 | 2%* | \$1.51 | \$1.89 |
| 2 | 5%* | \$0.93 | \$1.15 |
| 2 | 10% | \$0.58 | \$0.71 |
| 3 | 2%* | \$0.68 | \$0.81 |
| 3 | 5%* | \$0.43 | \$0.51 |
| 3 | 10% | \$0.28 | \$0.33 |
| 4 | 2%* | \$0.46 | \$0.58 |
| 4 | 5% | \$0.30 | \$0.36 |
| 4 | 10% | \$0.20 | \$0.24 |
| 5 | 2%* | \$0.40 | \$0.50 |
| 5 | 5% | \$0.26 | \$0.33 |
| 5 | 10% | \$0.18 | \$0.21 |

DISCOUNTS, CHARGES, AND OPTIONS

* Renewals Only

HOMEOWNERS - LOSS ASSESSMENTS

| Zone | Deductible | Additional Rate per \$1,000 | |
|----------|------------|-----------------------------------|---|
| | | Excluding Exterior Masonry Veneer | Including Exterior Masonry Veneer and Masonry |
| 2 | 2%* | \$1.51 | \$1.89 |
| 2 | 5%* | \$0.93 | \$1.15 |
| 2 | 10% | \$0.58 | \$0.71 |
| 3 | 2%* | \$0.68 | \$0.81 |
| 3 | 5%* | \$0.43 | \$0.51 |
| 3 | 10% | \$0.28 | \$0.33 |
| 4 | 2%* | \$0.46 | \$0.58 |
| 4 | 5% | \$0.30 | \$0.36 |
| 4 | 10% | \$0.20 | \$0.24 |
| 5 | 2%* | \$0.40 | \$0.50 |
| 5 | 5% | \$0.26 | \$0.33 |
| 5 | 10% | \$0.18 | \$0.21 |

* Renewals Only

CONDOMINIUM UNITOWNERS - COVERAGE A

| Zone | Deductible | Additional Rate per \$1,000 |
|----------|------------|-----------------------------|
| 2 | 2%* | \$1.51 |
| 2 | 5%* | \$0.93 |
| 2 | 10% | \$0.58 |
| 3 | 2%* | \$0.68 |
| 3 | 5%* | \$0.43 |
| 3 | 10% | \$0.28 |
| 4 | 2%* | \$0.46 |
| 4 | 5% | \$0.30 |
| 4 | 10% | \$0.20 |
| 5 | 2%* | \$0.40 |
| 5 | 5% | \$0.26 |
| 5 | 10% | \$0.18 |

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DISCOUNTS, CHARGES, AND OPTIONS

EARTHQUAKE DAMAGE ASSUMPTION - YEAR BUILT ADJUSTMENT

For Homeowners policies covering dwellings built prior to 1950, apply the following factor to the basic earthquake premium.

| Construction Description | Year Built | |
|---|---------------|-------------|
| | Prior to 1940 | 1940 - 1949 |
| Including Exterior Masonry Veneer and Masonry | 2.00 | 1.30 |

DISCOUNTS, CHARGES, AND OPTIONS

FIRE DEPARTMENT SERVICE CHARGE

The Homeowners policy includes a Fire Department Service Charge limit of \$500. Increased limits may be purchased as follows:

| <i>Fire Department Service Charge Limit</i> | <i>Premium</i> |
|---|----------------|
| <i>\$1,000</i> | <i>\$10</i> |
| <i>\$1,500</i> | <i>\$20</i> |
| <i>\$2,000</i> | <i>\$30</i> |

ATTACH: *Fire Department Service Charge Increase Endorsement (\$1,000 Limit), FE-7473, or*

ATTACH: *Fire Department Service Charge Increase Endorsement (\$1,500 Limit), FE-7474, or*

ATTACH: *Fire Department Service Charge Increase Endorsement (\$2,000 Limit), FE-7475*

DISCOUNTS, CHARGES, AND OPTIONS

FIREARMS

The policy provides named peril coverage with a \$2,500 limit on loss by theft of Firearms. Coverage for accidental direct physical loss may be written to provide broader coverage and increase the limit as follows:

| Limits for Loss by the Following Perils | Limit Any One Article | Total |
|---|-------------------------------|-------------------------------|
| Theft | \$2,500 | \$5,000 |
| Coverage B Perils (other than Theft) | Coverage B Limit plus \$5,000 | Coverage B Limit plus \$5,000 |
| All Other Covered Perils | \$2,500 | \$5,000 |

The following additional premium applies:

| Premium |
|---------|
| \$12 |

ACTIVATE: Option FA in the Policy. Limits will be shown on the Declarations Page.

DISCOUNTS, CHARGES, AND OPTIONS

HOME COMPUTERS

The policy provides \$5,000 coverage on electronic data processing equipment including the recording and storage media used with that equipment. This coverage applies to equipment primarily used on premises regardless of whether it is used in a business. Coverage is included for recording or storage media which can be replaced with other of like kind and quality on the open retail market.

This limit can be increased to \$10,000.

| |
|----------------|
| Premium |
| \$15 |

ACTIVATE: Option HC in the Policy. The limit will be shown on the Declarations Page.

DISCOUNTS, CHARGES, AND OPTIONS

IDENTITY RESTORATION

Coverage may be provided to assist an insured whose identity has been used for fraudulent purposes. There will be no deductible applied to the loss under this endorsement.

| Limit | Premium |
|----------|---------|
| \$25,000 | \$25 |

The premium developed for Identity Restoration coverage is excluded from the minimum premium calculation.

ATTACH: Identity Restoration Coverage Endorsement, FE-3301

DISCOUNTS, CHARGES, AND OPTIONS

INCIDENTAL BUSINESS

If the insured maintains an incidental office, or a professional or private school or studio in the dwelling, Option IO should be activated. This option provides **additional** Section I coverage of \$5,000 on premises and \$1,000 off premises for equipment, supplies, and furnishings usual and incidental to the business occupancy. No coverage is provided under this option for computers and equipment or merchandise held as samples or for sale.

In addition, Section II coverage is provided for the incidental business. This coverage does not replace professional liability coverage.

The following premiums apply:

| Liability Limit | Premium |
|--------------------|--------------|
| \$100,000 | \$23 |
| \$300,000 | \$26 |
| \$500,000 | \$29 |
| \$1,000,000 | \$34 |
| \$2,000,000 | \$54 |
| \$3,000,000 | \$75 |
| \$4,000,000 | \$95 |
| \$5,000,000 | \$116 |

The selected liability limit must coincide with the policy Section II limit. The above charges apply regardless of Medical Payments limits.

ACTIVATE: Option IO in the Policy.

DISCOUNTS, CHARGES, AND OPTIONS

JEWELRY AND FURS

For gold and silver (other than goldware and silverware), platinum, jewelry, precious and semi-precious stones, watches and furs, three coverages are available as described below:

- Named peril coverage with a \$200 limit on gold, silver, and platinum (other than goldware and silverware) and a \$1,000 limit on loss by theft of jewelry, precious and semi-precious stones, watches and furs.
- Accidental direct physical loss coverage/\$2,500 Option JF limit - see chart below.
- Accidental direct physical loss coverage/\$5,000 Option JF limit - see chart below.

| Limits for Loss by the Following Perils | \$2,500 Option JF | | \$5,000 Option JF | |
|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | Limit Any One Article | Total | Limit Any One Article | Total |
| Theft | \$1,500 | \$2,500 | \$2,500 | \$5,000 |
| Coverage B Perils (other than Theft) | Coverage B Limit plus \$2,500 | Coverage B Limit plus \$2,500 | Coverage B Limit plus \$5,000 | Coverage B Limit plus \$5,000 |
| All Other Covered Perils | \$1,500 | \$2,500 | \$2,500 | \$5,000 |

1. Named Peril Coverage (\$1,000 Theft Limit) - Homeowners Only

For dwellings which are insured for at least 80% of replacement cost, accidental direct physical loss coverage with a \$2,500 theft limit is provided as part of the basic premium. This coverage can be reduced to a named peril basis with a \$1,000 limit on theft for the following premium adjustment. The basic premium for Homeowners policies which are insured for an amount less than 80% of replacement cost and for Renters and Condominium Unitowners reflect the Named Peril (\$1,000 Theft Limit) Coverage - no adjustment applies.

| Premium Adjustment |
|--------------------|
| -\$12 |

ATTACH: Special Limits Endorsement, FE-5258

2. \$2,500 Limit

For Homeowners policies insured for less than 80% of replacement cost and Renters and Condominium Unitowners policies, the basic Named Peril (\$1,000 Theft Limit) coverage can be broadened to an accidental direct physical loss basis (\$2,500 Theft Limit) for the following premium. For a Homeowners policy, if the dwelling is insured for at least 80% of replacement cost, then this coverage is provided as part of the basic premium - no adjustment applies.

| Premium |
|---------|
|---------|

DISCOUNTS, CHARGES, AND OPTIONS

| |
|------|
| \$20 |
|------|

ACTIVATE: Option JF in the Policy. Limits will be shown on the Declarations Page.

3. \$5,000 Limit

| Premium | |
|---|---|
| Homeowners (insured for less than 80% of Replacement Cost), Renters, Condominium Unitowners | Homeowners (insured for at least 80% of Replacement Cost) |
| \$40 | \$20 |

ACTIVATE: Option JF in the Policy. Limits will be shown on the Declarations Page.

DISCOUNTS, CHARGES, AND OPTIONS

JOINT OWNERSHIP - SEASONAL DWELLINGS (Homeowners Only)

Homeowners coverage may be provided on jointly owned seasonal dwellings subject to the following limitations:

- Coverage B is limited to property owned by the named insureds which is used solely in conjunction with the premises and while on the residence premises.
- Section II Liability and Medical Payments to Others is limited to the premises only.

ATTACH: Joint Ownership Endorsement, FE-7566

DISCOUNTS, CHARGES, AND OPTIONS

JOINT UNITOWNERS (Condominium Unitowners Only)

Providing Homeowners coverage on joint unitowners may dictate the attachment of this endorsement which limits coverage in the following areas:

- Coverage B is restricted to property owned by the named insureds which is used solely in conjunction with the premises and while on the residence premises.
- Section II Liability and Medical Payments to Others is restricted to the premises only.

ATTACH: Joint Unitowners Endorsement, FE-7482

LOSS ASSESSMENTS

A. Homeowners

If the insured is a member of a Homeowners Association, coverage may be purchased for the insured's portion of an assessment against all members of the Association. Coverage applies when the assessment is made in accordance with the governing rules of the Association as a result of:

1. A direct loss to commonly owned property caused by a peril covered under Section I of the policy.
2. An occurrence to which Section II would apply.
3. Damages which the Association may be obligated to pay due to personal injury.

If an earthquake endorsement is attached to the policy, it also applies to this coverage. In this case, a separate charge for Earthquake Loss Assessments must also be made under Earthquake Coverage.

RATES PER \$1,000

| Coverage D Amount | | |
|--------------------------|----------------------|----------------------|
| First \$5,000 | Next \$20,000 | Next \$75,000 |
| \$0.50 | \$0.25 | <i>\$0.10</i> |

ATTACH: Coverage D Loss Assessment Endorsement, FE-5256

B. Condominium Unitowners

The limit of liability for Loss Assessments Coverage (Coverage D) may be increased. The following rates apply:

RATES PER \$1,000

| Additional Amount | | |
|--------------------------|----------------------|----------------------|
| First \$1,000 | Next \$24,000 | Next \$75,000 |
| \$10.00 | \$0.15 | <i>\$0.10</i> |

DISCOUNTS, CHARGES, AND OPTIONS

MEDICAL PAYMENTS - OPTIONAL LIMITS

For other than basic limits, apply the following premium adjustments.

| Medical Payments Limit | Premium |
|------------------------|-------------|
| \$1,000 | Basic |
| \$2,000 | \$3 |
| \$3,000 | \$5 |
| \$4,000* | \$7 |
| \$5,000 | \$9 |
| \$6,000 | \$11 |
| \$7,000 | \$12 |
| \$8,000 | \$13 |
| \$9,000 | \$14 |
| \$10,000 | \$15 |

*Renewals Only

DISCOUNTS, CHARGES, AND OPTIONS

NURSES' PROFESSIONAL LIABILITY COVERAGE

Liability arising out of nursing activities as a registered nurse, a licensed practical nurse, or a licensed vocational nurse can be covered by the addition of an endorsement.

Only one charge applies per policy.

| Liability Limit | | Premium |
|--------------------|--------------------|--------------|
| Occurrence | Aggregate | |
| \$100,000 | \$100,000 | \$40 |
| \$300,000 | \$300,000 | \$45 |
| \$500,000 | \$500,000 | \$50 |
| \$1,000,000 | \$1,000,000 | \$60 |
| \$2,000,000 | \$2,000,000 | \$96 |
| \$3,000,000 | \$3,000,000 | \$132 |
| \$4,000,000 | \$4,000,000 | \$168 |
| \$5,000,000 | \$5,000,000 | \$204 |

The selected liability limit must coincide with the policy Section II limit. To reinstate the aggregate limit, refer to Company.

ATTACH: Nurses' Professional Liability Insurance Endorsement, FE-5257

OFF PREMISES STRUCTURES

A. Coverage may be extended to include structures which are located off premises. Coverage will be provided on an actual cash value basis. Coverage will **not** apply to:

1. Off-premises dwellings, whether or not owner-occupied.
2. Buildings used in whole or in part for business purposes.
3. Buildings which are rented or held for rental unless used solely as a private garage.
4. Structures which were intended for use as a dwelling when originally constructed.
5. Buildings not permanently attached to or otherwise forming a part of the realty.

| |
|----------------|
| Premium |
| \$35 |

B. Homeowners

Coverage is provided for "accidental direct physical loss". This endorsement does not increase the coverage amount applying to Other Structures. If the total value of Other Structures both on and off premises exceeds 10% of Coverage A, the Dwelling Extension limit may be increased using rates shown for Other Structures - Increased Limits.

ATTACH: Off-Premises Structures Endorsement, FE-5255

C. Renters and Condominium Unitowners

Coverage is provided on the same named peril basis as is currently provided under Coverage B. This endorsement provides a maximum \$15,000 limit of liability. If the total value of Other Structures Off Premises exceeds that amount, refer to Company.

ATTACH: Off-Premises Structures Endorsement, FE-5261

DISCOUNTS, CHARGES, AND OPTIONS

OFF PREMISES STRUCTURES - INCREASED LIMITS (Renters and Condominium Unitowners Only)

If the total value of other structures off premises exceeds \$15,000 use the following rate per additional \$1,000 of coverage.

| |
|-----------------------------|
| <i>Rate per \$1,000</i> |
| \$2.50 |

ATTACH: Off-Premises Structures Endorsement, FE-5433

DISCOUNTS, CHARGES, AND OPTIONS

OTHER STRUCTURES - INCREASED LIMITS (Homeowners Only)

The basic policy provides a limit of liability for other structures equal to 10% of Coverage A. Increased limits can be provided for other structures on the premises. The coverage will be the same as the basic policy and will be rated on the total value of the other structures in excess of 10% of Coverage A.

If an earthquake endorsement is attached to the policy, it applies to this coverage. In this case, a separate charge for Increased Other Structures must also be made under Earthquake Coverage.

| |
|-----------------------------|
| Rate per \$1,000 |
| \$2.50 |

PERSONAL INJURY COVERAGE

Coverage for Personal Injury may be provided under Coverage L - Personal Liability. This coverage includes injury arising out of the following offenses subject to the limitations in the endorsement.

- A. False arrest, detention, imprisonment, eviction, or malicious prosecution
- B. Libel, slander, or defamation of character
- C. Invasion of privacy

The following charges apply per policy.

| Liability Limit | Premium |
|--------------------|-------------|
| \$100,000 | \$10 |
| \$300,000 | \$13 |
| \$500,000 | \$16 |
| \$1,000,000 | \$24 |
| \$2,000,000 | \$38 |
| \$3,000,000 | \$53 |
| \$4,000,000 | \$67 |
| \$5,000,000 | \$82 |

The selected liability limit must coincide with the policy Section II limit.

ATTACH: Personal Injury Endorsement, FE-7468

PERSONAL LIABILITY - OPTIONAL LIMITS

For other than basic limits, apply the following premium adjustments.

| Personal Liability Limit | Premium |
|---------------------------------|----------------|
| \$100,000 | Basic |
| \$300,000 | \$10 |
| \$500,000 | \$17 |
| \$1,000,000 | \$35 |
| \$2,000,000 | \$53 |
| \$3,000,000 | \$74 |
| \$4,000,000 | \$88 |
| \$5,000,000 | \$98 |

Limits for all Section II coverages must be equal. The Section II limits for the following coverages should be reviewed if applicable.

1. Incidental Business
2. Child Care
3. Business Pursuits
4. Nurses' Professional Liability
5. Personal Injury
6. Adult Family Home Coverage

DISCOUNTS, CHARGES, AND OPTIONS

RENTAL PERSONAL PROPERTY

Coverage may be provided under Coverage B for property rented or held for rental with the residence premises. Theft coverage for rental property under this endorsement is limited to burglary coverage.

| Premium |
|---------|
| \$9 |

ATTACH: Rented Personal Property Endorsement, FE-7453

DISCOUNTS, CHARGES, AND OPTIONS

SILVERWARE AND GOLDWARE

The policy provides named peril coverage with a \$2,500 limit of loss by theft of Silverware and Goldware. This special limit may be increased in increments of \$2,500 for the following additional premiums.

| Limit for Loss by Theft | Premium |
|----------------------------|---------|
| \$5,000 | \$10 |
| \$7,500 | \$18 |
| \$10,000 | \$25 |

ACTIVATE: Option SG in the Policy. The limit will be shown on the Declarations Page.

DISCOUNTS, CHARGES, AND OPTIONS

VACANCY COVERAGE

The policy limits coverage for vandalism and glass breakage if the dwelling has been vacant for over 30 days. For an additional fully earned premium, the limitations may be deleted. The following premium will not be refunded if this endorsement is cancelled.

| Premium |
|---------|
| \$45 |

ATTACH: Vacancy Endorsement, FE-7470

DISCOUNTS, CHARGES, AND OPTIONS

WATERBED LIABILITY COVERAGE

A policy may be endorsed to pay up to the Coverage L limit of liability all sums for which any insured is legally liable to pay for damage to property of others caused by or arising out of the ownership, maintenance, or use of the owned waterbed. The following premium applies.

| Premium |
|---------|
| \$25 |

ATTACH: Waterbed Liability Endorsement, FE-7448

| | | | |
|---------------------------------|---|-------------------------------|--|
| <i>SERFF Tracking Number:</i> | <i>SFMA-125986994</i> | <i>State:</i> | <i>Arkansas</i> |
| <i>Filing Company:</i> | <i>State Farm Fire and Casualty Company</i> | <i>State Tracking Number:</i> | <i>EFT \$100</i> |
| <i>Company Tracking Number:</i> | <i>HO-24712</i> | | |
| <i>TOI:</i> | <i>04.0 Homeowners</i> | <i>Sub-TOI:</i> | <i>04.0000 Homeowners Sub-TOI Combinations</i> |
| <i>Product Name:</i> | <i>HO-24712</i> | | |
| <i>Project Name/Number:</i> | <i>HO-24712/HO-24712</i> | | |

Supporting Document Schedules

| | | | | |
|-------------------------|--|-----------------------|-------|------------|
| Satisfied -Name: | H-1 Homeowners Abstract | Review Status: | Filed | 02/06/2009 |
| Comments: | | | | |
| Attachment: | AR HO Abstract (Form H-1).pdf | | | |
| Satisfied -Name: | HPCS-Homeowners Premium Comparison Survey | Review Status: | Filed | 02/06/2009 |
| Comments: | | | | |
| Attachment: | AR HO Survey FORM HPCS.xls | | | |
| Satisfied -Name: | NAIC loss cost data entry document | Review Status: | Filed | 02/06/2009 |
| Comments: | | | | |
| Attachment: | AR HO INS DEPART Filing Form RF-1.pdf | | | |
| Satisfied -Name: | Uniform Transmittal Document-Property & Casualty | Review Status: | Filed | 02/06/2009 |
| Comments: | | | | |
| Attachments: | AR 24712 PC TD-1 - P-C Transmittal Document.pdf AR 24712 PC RRFS-1 - Rate-Rule Schedule.pdf | | | |
| Satisfied -Name: | Filing Memo and Exhibits | Review Status: | Filed | 02/06/2009 |
| Comments: | | | | |
| Attachments: | AR HO Filing Memo and Exhibits (Eff. 4-15-09).pdf Homeowners Loss Mitigation Exhibit.pdf | | | |

SERFF Tracking Number: SFMA-125986994 State: Arkansas
Filing Company: State Farm Fire and Casualty Company State Tracking Number: EFT \$100
Company Tracking Number: HO-24712
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations
Product Name: HO-24712
Project Name/Number: HO-24712/HO-24712

Satisfied -Name: SF Response **Review Status:** Filed 02/06/2009
Comments:
Attachment:
Response to DOI.pdf

ARKANSAS INSURANCE DEPARTMENT

FORM H-1 HOMEOWNERS ABSTRACT

INSTRUCTIONS: All questions must be answered. If the answer is "none" or "not applicable", so state. If all questions are not answered, the filing will not be accepted for review by the Department. Use a separate abstract for each Company if filing for a group. Subsequent homeowners rate/rule submissions that do not alter the information contained herein need not include this form.

Company Name State Farm Fire and Casualty Company

NAIC No. 25143 GROUP No. 176

1. If you have had an insurance to value campaign during the experience filing period, describe the campaign and estimate its impact.

N/A

2. If you use a cost estimator (or some similar method) in order to make sure that dwellings (or contents) are insured at their value, state when this program was started in Arkansas and estimate its impact.

N/A

3. If you require a minimum relationship between the amount of insurance to be written and the replacement value of the dwelling (contents) in order to purchase insurance, describe the procedures that are used.

N/A

4. If you use an Inflation Guard form or similar type of coverage, describe the coverage(s) and estimate the impact. Changes in premium are accounted for in filing Exhibit 2.

5. Specify the percentage given for credits or discounts for the following:

| | | |
|--|-------------------|---|
| a. Fire Extinguisher | <u>0</u> | % |
| b. Burglar Alarm | <u>0 - 10*</u> | % |
| c. Smoke Alarm | <u>0 - 10*</u> | % |
| d. Insured who has both homeowners and auto with your company | <u>20</u> | % |
| e. Deadbolt Locks | <u>0</u> | % |
| f. Window or Door Locks | <u>0</u> | % |
| g. Other (Specify) | <u> </u> | % |
| Maximum Credit Allowed | <u>N/A</u> | % |
| *Credits depend on | <u> </u> | % |
| combination of protective | <u> </u> | % |
| devices | <u> </u> | % |

6. Are there any areas in the State of Arkansas in which your company will not write homeowners insurance?

No

 If so, state areas and explain reason for not writing _____

7. Specify the form(s) utilized in writing homeowner insurance. Indicate the Arkansas premium volume for each form.

| <u>FORM</u> | <u>PREMIUM VOLUME</u> |
|------------------------|-----------------------|
| Homeowners | 109,375,695 |
| Renters | 3,339,417 |
| Condominium Unitowners | 736,483 |

8. Do you write homeowner risks which have aluminum, steel or vinyl siding? Yes

9. Is there a surcharge on risks with wood heat? No
If yes, state surcharge _____
Does the surcharge apply to conventional fire places? No
If yes, state surcharge _____

THE INFORMATION PROVIDED IS CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



Signature

Kathy Popejoy
Printed Name

Assistant Vice President and Actuary
Title

309-766-2325
Telephone Number

kathy.popejoy.A0GQ@statefarm.com
Email Address

| | |
|-----------------|------------------------------------|
| NAIC Number: | 25143 |
| Company Name: | State Farm Fire & Casualty Company |
| Contact Person: | Kathy Popejoy |
| Telephone No.: | (309) 766-2325 |
| Email Address: | kathy.popejoy.a0gq@statefarm.com |
| Effective Date: | 4/15/2009 |

**Homeowners Premium Comparison Survey Form
FORM HPCS - last modified August, 2005**

Submit to: Arkansas Insurance Department
1200 West Third Street
Little Rock, AR 72201-1904
Telephone: 501-371-2800
Email as an attachment to insurance.pnc@arkansas.gov
You may also attach to a SERFF filing or submit on a cdr disk

**USE THE APPROPRIATE FORM BELOW - IF NOT APPLICABLE, LEAVE
BLANK**

Survey Form for HO3 (Homeowners) - Use \$500 Flat Deductible (Covers risk of direct physical loss for dwelling and other structures; named perils for personal property, replacement cost on dwelling, actual cash value on personal property)

| Public Protection Class | Dwelling Value | Washington | | Baxter | | Craighead | | St. Francis | | Desha | | Union | | Miller | | Sebastian | | Pulaski | |
|-------------------------|----------------|------------|---------|---------|---------|-----------|---------|-------------|---------|---------|---------|---------|---------|---------|---------|-----------|---------|---------|---------|
| | | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame |
| 3 | \$80,000 | \$813 | \$947 | \$827 | \$963 | \$948 | \$1,105 | \$1,080 | \$1,259 | \$1,101 | \$1,283 | \$901 | \$1,050 | \$1,026 | \$1,196 | \$816 | \$952 | \$875 | \$1,020 |
| | \$120,000 | \$965 | \$1,125 | \$981 | \$1,143 | \$1,126 | \$1,312 | \$1,283 | \$1,495 | \$1,307 | \$1,523 | \$1,069 | \$1,246 | \$1,218 | \$1,420 | \$969 | \$1,129 | \$1,039 | \$1,211 |
| | \$160,000 | \$1,164 | \$1,356 | \$1,183 | \$1,379 | \$1,358 | \$1,582 | \$1,547 | \$1,802 | \$1,576 | \$1,836 | \$1,289 | \$1,502 | \$1,469 | \$1,712 | \$1,169 | \$1,362 | \$1,253 | \$1,460 |
| 6 | \$80,000 | \$813 | \$947 | \$827 | \$963 | \$948 | \$1,105 | \$1,080 | \$1,259 | \$1,101 | \$1,283 | \$901 | \$1,050 | \$1,026 | \$1,196 | \$816 | \$952 | \$875 | \$1,020 |
| | \$120,000 | \$965 | \$1,125 | \$981 | \$1,143 | \$1,126 | \$1,312 | \$1,283 | \$1,495 | \$1,307 | \$1,523 | \$1,069 | \$1,246 | \$1,218 | \$1,420 | \$969 | \$1,129 | \$1,039 | \$1,211 |
| | \$160,000 | \$1,164 | \$1,356 | \$1,183 | \$1,379 | \$1,358 | \$1,582 | \$1,547 | \$1,802 | \$1,576 | \$1,836 | \$1,289 | \$1,502 | \$1,469 | \$1,712 | \$1,169 | \$1,362 | \$1,253 | \$1,460 |
| 9 | \$80,000 | \$813 | \$947 | \$827 | \$963 | \$948 | \$1,105 | \$1,080 | \$1,259 | \$1,101 | \$1,283 | \$901 | \$1,050 | \$1,026 | \$1,196 | \$816 | \$952 | \$875 | \$1,020 |
| | \$120,000 | \$965 | \$1,125 | \$981 | \$1,143 | \$1,126 | \$1,312 | \$1,283 | \$1,495 | \$1,307 | \$1,523 | \$1,069 | \$1,246 | \$1,218 | \$1,420 | \$969 | \$1,129 | \$1,039 | \$1,211 |
| | \$160,000 | \$1,164 | \$1,356 | \$1,183 | \$1,379 | \$1,358 | \$1,582 | \$1,547 | \$1,802 | \$1,576 | \$1,836 | \$1,289 | \$1,502 | \$1,469 | \$1,712 | \$1,169 | \$1,362 | \$1,253 | \$1,460 |

Survey Form for HO4 (Renters) - Use \$500 Flat Deductible (Named perils for personal property, actual cash value for loss, liability and medical payments for others included)

| Public Protection Class | Property Value | Washington | | Baxter | | Craighead | | St. Francis | | Arkansas | | Union | | Miller | | Sebastian | | Pulaski | | |
|-------------------------|----------------|------------|-------|--------|-------|-----------|-------|-------------|-------|----------|-------|-------|-------|--------|-------|-----------|-------|---------|-------|-------|
| | | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | |
| 3 | \$5,000 | \$72 | \$72 | \$72 | \$72 | \$96 | \$96 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$72 | \$72 | \$114 | \$114 |
| | \$15,000 | \$104 | \$104 | \$104 | \$104 | \$139 | \$139 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$104 | \$104 | \$166 | \$166 |
| | \$25,000 | \$131 | \$131 | \$131 | \$131 | \$175 | \$175 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$131 | \$131 | \$209 | \$209 |
| 6 | \$5,000 | \$72 | \$72 | \$72 | \$72 | \$96 | \$96 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$72 | \$72 | \$114 | \$114 |
| | \$15,000 | \$104 | \$104 | \$104 | \$104 | \$139 | \$139 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$104 | \$104 | \$166 | \$166 |
| | \$25,000 | \$131 | \$131 | \$131 | \$131 | \$175 | \$175 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$131 | \$131 | \$209 | \$209 |
| 9 | \$5,000 | \$72 | \$72 | \$72 | \$72 | \$96 | \$96 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$114 | \$72 | \$72 | \$114 | \$114 |
| | \$15,000 | \$104 | \$104 | \$104 | \$104 | \$139 | \$139 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$166 | \$104 | \$104 | \$166 | \$166 |
| | \$25,000 | \$131 | \$131 | \$131 | \$131 | \$175 | \$175 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$209 | \$131 | \$131 | \$209 | \$209 |

Survey Form for DP-2 (Dwelling/Fire) - Use \$500 Flat Deductible (Named perils for dwelling and personal property; replacement cost for dwelling, actual cash value for personal property, no liability coverage)

| Public Protection Class | Dwelling Value | Washington | | Baxter | | Craighead | | St. Francis | | Arkansas | | Union | | Miller | | Sebastian | | Pulaski | |
|-------------------------|----------------|------------|-------|--------|-------|-----------|-------|-------------|-------|----------|-------|-------|-------|--------|-------|-----------|-------|---------|-------|
| | | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame | Brick | Frame |
| 3 | \$80,000 | | | | | | | | | | | | | | | | | | |
| | \$120,000 | | | | | | | | | | | | | | | | | | |
| | \$160,000 | | | | | | | | | | | | | | | | | | |
| 6 | \$80,000 | | | | | | | | | | | | | | | | | | |
| | \$120,000 | | | | | | | | | | | | | | | | | | |
| | \$160,000 | | | | | | | | | | | | | | | | | | |
| 9 | \$80,000 | | | | | | | | | | | | | | | | | | |
| | \$120,000 | | | | | | | | | | | | | | | | | | |
| | \$160,000 | | | | | | | | | | | | | | | | | | |

SPECIFY THE PERCENTAGE GIVEN FOR CREDITS OR DISCOUNTS FOR THE FOLLOWING:

HO3 and HO4 only

| | | | | | |
|-------------------|------------------------|----------------------|--------------------|----------------------|---|
| Fire Extinguisher | <input type="text"/> | % | Deadbolt Lock | <input type="text"/> | % |
| Burglar Alarm | 0 to -3 | % | Window Locks | <input type="text"/> | % |
| Smoke Alarm | 0 to -2 | % | \$1,000 Deductible | -10 to -3 | % |
| | Other (specify) | | | | |
| | Renter's \$1000 Ded | -10 | % | | |
| | Maximum Credit Allowed | <input type="text"/> | % | | |

EARTHQUAKE INSURANCE

IMPORTANT, homeowners insurance does NOT automatically cover losses from earthquakes. Ask your agent about this cov

ARE YOU CURRENTLY WRITING EARTHQUAKE COVERAGE IN ARKANSAS? YES (yes or no)

WHAT IS YOUR PERCENTAGE DEDUCTIBLE? 10 %

WHAT IS YOUR PRICE PER \$1,000 OF COVERAGE?

| | | |
|--------------|---------|---------|
| Zone | Brick | Frame |
| Highest Risk | \$ 0.71 | \$ 0.58 |
| Lowest Risk | \$ 0.21 | \$ 0.18 |

**ARKANSAS INSURANCE DEPARTMENT
RATE FILING ABSTRACT**

Form RF-1

Rev. 4/96

Insurer Name: State Farm Fire and Casualty Company

Contact Person: Kathy Popejoy

NAIC Number: 0176-25143

Signature: _____

Name of Advisory Organization Whose Filing You are Referencing Not Applicable

Telephone No: (309) 766-2325

Co. Affiliation to Advisory Organization: Member _____ Subscriber _____ Service Purchaser _____

Reference Filing #: HO-24712 Proposed Effective Date: New: 04/15/2009 Renewal: 06/01/2009

| (1) LINE OF INSURANCE By Coverage | (2) Indicated % Rate Level Change | (3) Requested % Rate Level Change | FOR LOSS COSTS ONLY | | | | |
|---|--|--|-------------------------------|--|--|---|---|
| | | | (4) Expected Loss Ratio | (5) Loss Cost Modification Factor | (6) Selected Loss Cost Multiplier | (7) Expense Constant (If Applicable) | (8) Co. Current Loss Cost Multiplier |
| Homeowners Mult-Peril | 10.2% | 9.0% | | | | | |
| TOTAL OVERALL EFFECT | 10.2% | 9.0% | N/A | N/A | N/A | N/A | N/A |

N Apply Lost Cost Factors to Future Filings? (Y or N)
+38.1% Estimated Maximum Rate Increase for any Arkansas Insured (%)
-21.3% Estimated Maximum Rate Decrease for any Arkansas Insured (%)

Corresponds to Question 3 on RF-2 or RF-WC

5 Year History

Selected Provisions

Rate Change History

| Year | Policy Count | % | Eff. Date | AR Earned Premium (000) | Incurred Losses (000) | Arkansas Loss Ratio | Countrywide Loss Ratio | A. Total Production Expense | 20.6 |
|---------|--------------|------|-----------|----------------------------|--------------------------|------------------------|---------------------------|---|------|
| 2004 | 132,052 | -- | No Change | 96,501 | 38,123 | 40% | 63% | B. General Expense | 2.4 |
| 2005 | 137,241 | -9.1 | 03/15/05 | 102,134 | 44,067 | 43% | 78% | C. Taxes, License & Fees | 3.1 |
| 2006 | 139,796 | 0.0 | 05/15/06 | 105,033 | 78,000 | 74% | 51% | D. Underwriting Profit & Contingencies | 7.0 |
| 2007 | 141,730 | -1.8 | 06/01/07 | 111,567 | 42,000 | 38% | 55% | E. Other (explain) | |
| 2007 | 141,730 | -1.1 | 10/15/07 | 111,567 | 42,000 | 38% | 55% | F. TOTAL | 33.1 |
| 11/2008 | 145,722 | 1.6 | 06/01/08 | -- | -- | -- | -- | | |

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: |
| | New Business |
| | Renewal Business |
| | f. State Filing #: |
| g. SERFF Filing #: | |
| h. Subject Codes | |

| | | | | | | |
|--------------------------------------|--------------------------------|---------------|---------------|----------------|---------------------|------|
| 3. Group Name | State Farm Insurance Companies | | | | Group NAIC # | 0176 |
| 4. Company Name(s) | Domicile | NAIC # | FEIN # | State # | | |
| State Farm Fire and Casualty Company | Illinois | 25143 | 37-0533080 | | | |
| | | | | | | |
| | | | | | | |

| | |
|-----------------------------------|-----------------|
| 5. Company Tracking Number | HO-24712 |
|-----------------------------------|-----------------|

Contact Info of Filer(s) or Corporate Officer(s) [include toll-free number]

| 6. | Name and address | Title | Telephone #s | FAX # | e-mail |
|----|---|---|----------------|----------------|----------------------------------|
| | Kathy Popejoy State Farm Fire and Casualty Company One State Farm Plaza, D-4 Bloomington, IL 61710 | Actuary and Assistant Secretary-Treasurer | (309) 766-2325 | (309) 766-0225 | kathy.popejoy.a0gq@statefarm.com |
| | Meg Astudillo State Farm Fire and Casualty Company One State Farm Plaza, D-4 Bloomington, IL 61710 | Pricing Manager | (309) 766-9455 | (309) 766-0225 | meg.astudillo.no5i@statefarm.com |

| | | |
|-----------|---------------------------------------|--|
| 7. | Signature of authorized filer |  |
| 8. | Please print name of authorized filer | Kathy Popejoy |

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

| | |
|---|--|
| 9. Type of Insurance (TOI) | 4.0 |
| 10. Sub-Type of Insurance (Sub-TOI) | 4.0000 |
| 11. State Specific Product code(s)(if applicable)[See State Specific Requirements] | N/A |
| 12. Company Program Title (Marketing title) | Homeowners Program |
| 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 | April 15, 2009 for new business and June 1, 2009 for renewals. |
| 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 | 01/27/2009 |
| 19. Status of filing in domicile | <input checked="" type="checkbox"/> Not Filed <input type="checkbox"/> Pending <input type="checkbox"/> Authorized <input type="checkbox"/> Disapproved |

Property & Casualty Transmittal Document—

| | |
|--|-----------------|
| 20. This filing transmittal is part of Company Tracking # | HO-24712 |
|--|-----------------|

| |
|--|
| 21. Filing Description [This area can be used in lieu of a cover letter or filing memorandum and is free-form text] |
|--|

We respectfully submit a revision to our independent Homeowners Program, which results in a rate level increase of 9.0%. The details of and support for the change are outlined in the attached Filing Memorandum and supporting exhibits.

The rate level changes contained in this filing specifically consider the expected effect that any prior changes in policy language will have on our future underwriting experience. The changes detailed in this filing reflect our best efforts to recognize our actuarially suggested income needs and have premiums that are as competitive as possible.

We do not rely solely on rate activity to achieve our objective of continued financial solidity. We also concentrate on continued improvements in the way we service the business we write. These improvements range from internal expense controls to ongoing enhancements in the loss settlement process. We also invest and participate in many loss prevention and control activities. The attached Loss Mitigation Exhibit outlines some of these activities.

Form H-1 has not been updated because no changes are needed.

We see no positive or negative impact of our rates on the affected fire departments.

We submit this filing to be effective April 15, 2009 for new business and June 1, 2009 for renewals.

| |
|---|
| 22. 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] |
|---|

Check #: EFT
Amount: 100.00

Refer to each state's checklist for additional state specific requirements or instructions on calculating fees.

*****Refer to the each state's checklist for additional state specific requirements (i.e. # of additional copies required, other state specific forms, etc.)**

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 # | HO-24712 |
|-----------|--|-----------------|

| | | |
|-----------|---|------------|
| 2. | This filing corresponds to form filing number (Company tracking number of form filing, if applicable) | N/A |
|-----------|---|------------|

Rate Increase
 Rate Decrease
 Rate Neutral (0%)

| | | |
|-----------|--|--------------|
| 3. | Filing Method (Prior Approval, File & Use, Flex Band, etc.) | File and Use |
|-----------|--|--------------|

| 4a. Rate Change by Company (As Proposed) | | | | | | | |
|--|--|-----------------------|---|--|----------------------------------|-----------------------------------|-----------------------------------|
| 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) |
| State Farm Fire and Casualty Company | 10.2 | 9.0 | 10,210,644 | 141,730 | 113,451,595 | -21.3 | 38.1 |

| 4b. Rate Change by Company (As Accepted) For State Use Only | | | | | | | |
|---|--|-----------------------|---|--|----------------------------------|------------------|------------------|
| 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 |
| | | | | | | | |
| | | | | | | | |

Overall Rate Information (Complete for Multiple Company Filings only)

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

| | | |
|-----------|--|--------------|
| 6. | Overall percentage of last rate revision | 1.6 |
| 7. | Effective Date of last rate revision | 06/01/2008 |
| 8. | Filing Method of Last filing (Prior Approval, File & Use, Flex Band, etc.) | File and Use |

| 9. | Rule # or Page # Submitted for Review | Replacement or withdrawn? | Previous state filing number, if required by state |
|----|---------------------------------------|---|--|
| 01 | Manual Pages | <input type="checkbox"/> New <input checked="" 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 | |
| 04 | | <input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn | |

STATE FARM FIRE AND CASUALTY COMPANY

Arkansas Homeowners Program

Filing Memorandum

Effective Dates: 04-15-2009 New Business

06-01-2009 Renewal Business

I. Indicated Rate Change and Rate Revision

Attached for your review is our methodology for forecasting premiums, losses, and expenses to arrive at an indicated change (see Exhibits 1-7). The projections underlying the indicated change include the impacts of applicable coverage changes. The result of the procedure is a 10.2% overall indicated change. This filing represents an overall 9.0% change for the Arkansas Homeowners Program. The loss experience by year is shown in Exhibit 8.

II. Summary of Indications and Changes by Form

Shown below are the indicated changes by Form and the overall changes.

| Policy Form | Indicated Rate Change | Summary Of Changes |
|------------------------|-----------------------|--------------------|
| Homeowners | 10.4% | 9.2% |
| Renters | 3.6% | 2.0% |
| Condominium Unitowners | 4.2% | 2.0% |
| Homeowners Program | 10.2% | 9.0% |

Exhibit 9 shows the development of the indicated changes by Form.

III. Homeowners Program Changes

A. Subzone Definition Changes

We are revising our current subzone definitions based on a complete analysis of loss experience by ZIP Code. In cases where a ZIP Code is split between more than one zone, the loss experience was considered separately for each subdivision. These unique ZIP Code/zone combinations are hereafter referred to as defined areas. Renters and Condominium Unitowners premiums do not vary by subzone.

We are introducing additional subzone levels with this change. Currently, we have 19 subzone levels in Arkansas, with the zone base rate associated with Subzone 10. This filing introduces 22 subzones at 5% increments. The zone base rate will continue to be associated with Subzone 10. Having additional subzone levels will allow us to more appropriately reflect the loss experience of each defined area relative to that of the respective zone. Renters and Condominium Unitowners premiums do not vary by subzone.

To determine the indicated subzone assignments, we reviewed non-catastrophe, non-wind/hail loss experience for each defined area. We credibility-weighted each area's experience with the experience of surrounding areas and incorporated provisions for non-catastrophe wind/hail losses, catastrophes, and expenses to determine the indicated base rates. We also used the current base rate as a final complement of credibility when the defined and surrounding areas' experience wasn't fully credible. The indicated base rates were then indexed to their corresponding zone average indicated base rate to determine the appropriate subzone assignment based on the subzone rate differentials.

In order to minimize the rate impact for individual policyholders, we plan to move towards the indicated subzone structure by limiting the changes from this procedure to + or -10%. In cases where pieces of the ZIP Code are rated separately, we allowed movement up to + or - 15% to eliminate these differences. Therefore, the selected subzone assignments may differ from the indicated assignments to reflect those limitations.

Because of the additional rating flexibility offered by the number of subzones, we are implementing a simplified zone structure and continue to work toward eliminating separate zone/subzone rate levels with a ZIP Code.

Please see the manual pages for the new zone and subzone definitions.

B. Optional Coverages

Based on a companywide analysis, we are making premium changes to the Child Care coverage. Please refer to Exhibit 10 for additional detail.

C. Medical Payments

We are moving the Medical Payment Optional Limit of \$4,000 to the Supplemental Manual for renewals only. We are also moving the Medical Payment Optional Limit of \$10,000 from the Supplemental Manual to the Agent's Manual.

D. Zone Definition Pages

The Zone and Subzone Definition manual pages have been updated to reflect ZIP Code boundary changes and expired ZIP Codes.

E. Adjustment to Premium Comparison Survey

We have adjusted our approach to the HPCS Premium Comparison Survey. The form asks for rating examples based on protection class; however, we do not use protection class in our rating. Instead, we use subzone rating factors, as described in the Subzone Definitions Changes section. Previously, we had used three distinct subzones (5, 10, and 15) as a proxy for the requested protection class. However, as our subzones do not necessarily align with protection class, we are changing that approach. For each county listed on the form, we will use the weighted average of the zone rate multiplied by the subzone factor for the ZIP Codes in the county.

IV. Homeowners Policy Changes

A. Basic Premiums

After including the impact of all other changes in this filing, we are implementing a statewide basic premium change to the zone average indicated base rates, described in the Subzone Definition Changes section above, in order to achieve the average 9.2% rate change for the Homeowners policy form.

B. Amount of Insurance

We are adjusting our rate relationships by amount of insurance by moving toward the indicated relativities. The indicated rate relationships are primarily based on a generalized linear model fit to companywide Homeowners experience. The indicated relativities were also adjusted to include loss adjustment expenses and fixed expenses. Please refer to Exhibit 11 for our current and revised amount relativities.

C. Construction

Based on companywide analysis, we are adjusting the construction factors as shown below:

| Construction Type | Current Factor | Revised Factor |
|-------------------|----------------|----------------|
| Frame | 1.000 | 1.000 |
| Log | 1.000 | 1.050 |
| Masonry | 0.885 | 0.858 |
| Fire Resistive | 0.752 | 0.730 |
| Masonry Veneer | 0.885 | 0.900 |

V. Renters and Condominium Unitowners Policy Changes

A. Basic Premiums

After including the impact of all other changes, we are implementing basic premium changes that vary by zone in order to achieve the statewide average 2.0% rate change for the Renters policy form. The table on the next page shows the revised overall average changes by zone for the Renters policy form. Please see Exhibit 12 for the current zone definitions and the manual pages for the revised zone definitions.

| Current Zone | Revised Zone | Indicated Change | Revised Change |
|-----------------|--------------|------------------|----------------|
| 10 | 10 | 0.9% | 0.0% |
| 11 | 30 | | 1.0% |
| 16 | | | 1.8% |
| Zone Total | | 2.9% | 1.3% |
| 13 | 13 | 3.7% | 2.0% |
| 14 | 25 | | 4.7% |
| 17 | | | -6.7% |
| 19 | | | -5.8% |
| 21 | | | -6.0% |
| Zone Total | | 5.7% | 3.1% |
| Statewide Total | | 3.6% | 2.0% |

Please see Exhibit 13 for details on the development of the indications by revised zone for the Renters form.

After including the impact of all other changes, we are implementing basic premium changes that result in a statewide average 2.0% rate change for the Condominium Unitowners policy form.

B. Deductible and Amount of Insurance

We are adjusting our rate relationships by amount of insurance and deductible by moving toward the indicated relativities. The indicated rate relationships are primarily based on a generalized linear model fit to companywide tenant experience. The indicated relativities were also adjusted to include loss adjustment expenses and fixed expenses.

Please refer to Exhibit 14 for our current and revised amount relativities. Please see Exhibit 15 for our current and revised deductible discounts.

C. Condominium Unitowners Optional Coverages

Based on a companywide analysis, we are revising the Condominium Unitowners Loss Assessments premiums as shown below.

| Limit | Rate | Current | Revised |
|----------------|-------------|---------|---------|
| First \$1,000 | Per \$1,000 | 0.50 | 10.00 |
| \$1000-\$5000 | Per \$1,000 | 0.50 | 0.15 |
| \$5000-\$25000 | Per \$1,000 | 0.25 | 0.15 |

We are also revising the Condominium Building Property Coverage Increased Limits from \$4.45 to \$4.00 per \$1,000.

State Farm Fire and Casualty Company
Arkansas Homeowners
Index of Exhibits

| Exhibit | Description |
|---------|---|
| 1 | Calculation of Indicated Rate Level Adjustment |
| 2 | Average Premium Per Policy |
| 3 | Non-Cat Average Paid Claim and Claim Frequency |
| 4 | Adjustments to Paid Loss Ratio |
| 5 | Catastrophe Provision |
| 6 | Underwriting Expense Exhibit |
| 7 | Provision for Underwriting Profit and Contingencies Total Financial Needs Analysis |
| 8 | Gross Underwriting Profit or Loss |
| 9 | Indicated Rate Level Adjustment by Form |
| 10 | Child Care Changes |
| 11 | Non-Tenant Amount of Insurance Relativities |
| 12 | Current Zone Definitions |
| 13 | Renters Zone Indications |
| 14 | Renters and Condominium Unitowners Amount of Insurance Relativities |
| 15 | Renters and Condominium Unitowners Deductible Discounts |

Exhibit 1
 State Farm Fire and Casualty Company
 Arkansas Homeowners
 Indicated Rate Level Adjustment
 Policies Effective: 4/15/2009 New 6/1/2009 Renewal

Premiums, Losses and Expenses Per Policy Projected To 6/1/2010

| | \$Per Policy | % Of Earned Premium |
|--|--------------|------------------------|
| Earned Premium | 830.86 | 100.0 |
| Non-Catastrophe Incurred Losses and Loss Adjustment Expenses | 448.39 | 53.9 |
| Incurred Losses | 369.84 | 44.5 |
| Incurred Loss Adjustment Expenses | 78.55 | 9.4 |
| Catastrophe Losses and Loss Adjustment Expense | 172.49 | 20.8 |
| Total Losses and Loss Adjustment Expenses | 620.88 | 74.7 |
| Total Underwriting Expenses | 216.29 | 26.1 |
| Fixed Expenses | 81.90 | 9.9 |
| Variable Expenses | 134.39 | 16.2 |
| Total Loss and Expenses | 837.17 | 100.8 |

Indicated Rate Level Adjustment

The Rate Level adjustment is derived by solving the following formula:

$$IC = ((L + F) / (100 - V - P) - 1) * 100$$

where: *IC* = Indicated Change to Rate Level

L = Total Loss and Loss Adjustment Expenses

F = Fixed Expenses

V = Variable Expenses

P = Profit and Contingencies

all expressed as a percent of projected earned premium

Solving the equation using the data shown above and a 7.0% provision for profit and contingencies yields:

$$\begin{aligned}
 IC &= (((74.7 + 9.9) / (100 - 16.2 - 7.0)) - 1) \times 100 \\
 &= ((84.6 / 76.8) - 1) \times 100 \\
 &= (1.102 - 1) * 100 \\
 &= 10.2\% \text{ increase}
 \end{aligned}$$

Exhibit 2
State Farm Fire and Casualty Company
Arkansas Homeowners
Average Premium Per Policy

Premium per policy for the current calendar year is projected by adjusting actual premium writings to current premium levels to reflect items such as changes in rates, inflation and distributions. The resulting current level written premium is then forecast by estimating the effects the same elements (rates, inflation and distribution changes) will have in future years. Written premium per policy and earned premium per policy are projected to the mid-point of the period proposed rates are to be in effect by straight-line interpolation between the appropriate calendar year forecasts.

I. Premium Adjustments

A. Rate Change Adjustment

Rather than assume a uniform distribution of premium writings by month to determine rates at current rate level, we assign a rate change factor by month and apply the factor to monthly written premium distributions.

Actual written premium per policy is adjusted to current rate level in recognition of the following rate changes.

| Effective Date | | Effect |
|----------------|-----------|--------|
| New | Renewal | |
| 10/15/2007 | 12/1/2007 | -1.1 |
| 6/1/2008 | 7/15/2008 | 1.6 |

B. Inflation Adjustment

Actual written premium is further adjusted to reflect inflationary changes. Currently, a 1.0% change in policy amount results in a 0.661% change in policy premium.

The anticipated increase in policy amount and the resulting premium increase are shown below for Arkansas.

| | 2008 | 2009 | 2010 | 2011 |
|-----------------------------|-------|-------|-------|-------|
| Increase in Policy Amount | 1.051 | 1.051 | 1.051 | 1.051 |
| Premium Equivalence Factor | 0.661 | 0.661 | 0.661 | 0.661 |
| Resulting Effect on Premium | 1.034 | 1.034 | 1.034 | 1.034 |

C. Adjustments For Anticipated Shifts in Distributions

Written premium per policy is further adjusted to recognize any projected changes in our distribution of business that are not reflected in current data or trends.

| | 2008 | 2009 | 2010 | 2011 |
|-------------------|-------|-------|-------|-------|
| Adjustment Factor | 0.990 | 0.996 | 0.992 | 0.997 |

II. Premium Calculations

A. Current Calendar Year

Historical written premium is adjusted to reflect changes in rate level, inflation and distribution to get an estimate of the current calendar year written premium at current level, by month.

Earned premium is estimated by earning the premium written uniformly over a 13-month period with the first and last month each earning 1/24th and the remaining months each earning 1/12th of the premium written. This produces a more accurate estimate of earned premium than can be produced using the traditional parallelogram method.

Our estimate of 2008 premium per policy is: \$798.83.

This estimate reflects latest actual premium per policy adjusted for items such as current rates and inflation.

B. Subsequent Calendar Years

Each subsequent calendar year's written premium is estimated by applying adjustment factors for inflation and distribution changes to written premium distributions by month for the prior year. Since those written premiums have already been adjusted to current rate level no further rate change adjustment is necessary. Earned premium is estimated in the same manner as above.

| Year | Prior Year Written Premium Per Policy | Adjustment Factors | | Projected Written Premium Per Policy |
|------|---------------------------------------|--------------------|---------------------|--------------------------------------|
| | | Inflation Coverage | Distribution Change | |
| 2009 | 798.83 | 1.034 | 0.996 | 822.30 |
| 2010 | 822.30 | 1.034 | 0.992 | 843.47 |
| 2011 | 843.47 | 1.034 | 0.997 | 869.83 |

C. Period of Proposed Rates

The estimated premium per policy of the period that proposed rates are to be in effect is determined via straight-line interpolation between the appropriate calendar years to the mid-point of the annual period the rates are to be in effect. This is analogous to applying current level premium adjustments to the historical earned premium and a projection factor for inflationary effects.

| Calendar Year | Projected Written Premium Per Policy | Projected Earned Premium Per Policy |
|---------------|--------------------------------------|-------------------------------------|
| 2009 | 822.30 | 810.47 |
| 2010 | 843.47 | 832.69 |
| 6/1/2010 | 841.73 | 830.86 |

Exhibit 3
 State Farm Fire and Casualty Company
 Arkansas Homeowners
 Non-Cat All Peril: Frequency, Severity and Pure Premium

Historical Data

| Period | Severity | Frequency | Pure Premium |
|---------|----------|-----------|--------------|
| 12/2001 | 3,408 | 10.15 | 345.81 |
| 3/2002 | 3,407 | 9.87 | 336.18 |
| 6/2002 | 3,459 | 9.84 | 340.34 |
| 9/2002 | 3,479 | 9.24 | 321.39 |
| 12/2002 | 3,667 | 8.48 | 311.00 |
| 3/2003 | 3,880 | 7.96 | 308.99 |
| 6/2003 | 4,042 | 7.36 | 297.64 |
| 9/2003 | 4,350 | 6.79 | 295.46 |
| 12/2003 | 4,344 | 6.29 | 273.22 |
| 3/2004 | 4,264 | 5.80 | 247.16 |
| 6/2004 | 4,716 | 5.08 | 239.51 |
| 9/2004 | 4,915 | 4.81 | 236.46 |
| 12/2004 | 4,863 | 4.81 | 233.96 |
| 3/2005 | 5,266 | 4.77 | 251.30 |
| 6/2005 | 5,239 | 5.12 | 268.30 |
| 9/2005 | 5,413 | 5.24 | 283.76 |
| 12/2005 | 5,862 | 5.12 | 299.91 |
| 3/2006 | 5,753 | 5.08 | 291.96 |
| 6/2006 | 5,584 | 5.27 | 294.38 |
| 9/2006 | 5,407 | 5.18 | 279.96 |
| 12/2006 | 5,498 | 5.17 | 284.33 |
| 3/2007 | 5,444 | 5.59 | 304.55 |
| 6/2007 | 5,615 | 5.15 | 288.99 |
| 9/2007 | 5,768 | 5.13 | 295.77 |
| 12/2007 | 5,553 | 5.34 | 296.31 |
| 3/2008 | 5,404 | 5.26 | 284.44 |
| 6/2008 | 5,762 | 5.35 | 308.37 |
| 9/2008 | 6,016 | 5.55 | 333.71 |
| | | | |

Trended Values❖

| | | | |
|----------|-------|------|--------|
| 28 Point | 7,056 | 6.24 | 440.29 |
| 20 Point | 6,554 | 5.26 | 344.74 |
| 12 Point | 5,749 | 5.27 | 302.97 |
| | | | |

Selected Values

| | | | |
|----------|-------|------|--------|
| Selected | 6,952 | 5.32 | 369.84 |
|----------|-------|------|--------|

- ❖ Trended Values represent an ordinary Least Squares trend for Severity. The Frequency value is an average of the points selected. Trended and selected values are for the mid-point of the period that these rates would be in effect (6/1/2010).

The historical and selected Pure Premium figures are shown for All Perils. The selected figures are based on an in-depth analysis of Frequency, Severity and Pure Premium separately for each of the perils of Fire, Wind/Hail, OEC, Crime, Section II (Liability). An analysis by peril reveals trends and highlights abnormal results that cannot be determined in an analysis of All Perils data. The results are summed by peril to determine the selected figures shown. This figure is checked against historical Pure Premium data for reasonableness as shown above. The selected Pure Premium figures are consistent with historical data and recent trends.

Exhibit 4
State Farm Fire and Casualty Company
Arkansas Homeowners
Adjustments to Non-Catastrophe Paid Loss Ratio

I. Factor to Adjust Non-Cat Paid Loss to Non Cat Incurred Loss

| Year | Ratio of Non-Cat Incurred Losses to Non-Cat Paid Losses | | |
|-------------------|---|----------------------|--------------------------|
| 2003 | 0.8450 | | |
| 2004 | 1.0534 | | |
| 2005 | 1.0152 | | |
| 2006 | 0.9686 | | |
| 2007 | 1.0408 | | |
| 09/2008 | 0.9746 | | |
| | | | |
| 3 Year Average | 1.0082 | | |
| 5 Year Average | 0.9846 | | |
| | | Paid Loss Per Policy | Incurred Loss Per Policy |
| Selected 6/1/2010 | 1.0000 | \$369.84 | \$369.84 |

Non-Catastrophe Incurred Losses Projected To 6/1/2010: \$369.84

II. Factor to Adjust Non-Cat Incurred Losses to Non-Cat Incurred Loss and Loss Adjustment Expense (includes both Allocated and Unallocated Loss Adjustment Expenses)

| Year | Non-Catastrophe Loss Adjustment Expenses Divided by Incurred Losses | | | Incurred Loss Per Policy | Adj. Expense |
|-------------------|---|-----------|--------|--------------------------|--------------|
| | A.L.A.E.* | U.L.A.E.* | Total | | |
| 2003 | 0.0379 | 0.2273 | 0.2652 | | |
| 2004 | 0.0167 | 0.2129 | 0.2296 | | |
| 2005 | 0.0155 | 0.2054 | 0.2209 | | |
| 2006 | 0.0236 | 0.2929 | 0.3165 | | |
| 2007 | 0.0182 | 0.2346 | 0.2529 | | |
| 09/2008 | 0.0065 | 0.1902 | 0.1967 | | |
| | | | | | |
| 3 Year Average | 0.0191 | 0.2443 | 0.2634 | | |
| 5 year Average | 0.0224 | 0.2346 | 0.2570 | | |
| | | | | Incurred Loss Per Policy | Adj. Expense |
| Selected 6/1/2010 | 0.0157 | 0.1967 | 0.2124 | \$ 369.84 | \$ 78.55 |

Non-Catastrophe Loss Adjustment Expenses Projected To 6/1/2010: \$ 78.55

* Beginning January 1, 1998, ALAE and ULAE are defined according to the Annual Statement Instructions. ALAE refers to "Claim Adjustment Services" including defense, litigation, and medical cost containment. ULAE refers to all remaining expenses associated with adjusting and recording policy claims.

Exhibit 5
Arkansas Homeowners
Catastrophe Provision

For ratemaking purposes, State Farm removes all catastrophe (CAT) losses from our loss data. Each state's CAT losses are analyzed separately and a CAT provision is developed according to the following procedure and used in the ratemaking formula. In those states with a hurricane exposure, a hurricane provision is developed independently.

I. Amount Of Insurance Years Exposure Base

The Amount of Insurance Years statistic (AIY) measures \$1,000's of building insurance in force for one year. For example, a \$100,000 dwelling insured on January 1st and in force continuously for that year equals 100 Amount of Insurance Years. Amount of Insurance Years reflects changing values and represents an accurate measure of our exposure to catastrophic loss.

II. Catastrophe Provision

A. Weighted CAT Provision

Because catastrophes can be infrequent events, many years of history are needed to determine a provision. Contract changes and changes in the number of policies written in catastrophe prone areas, however, make it prudent to give greater weight to more recent years.

The weighted CAT/AIY is calculated as the weighted average of the latest year's loss per AIY and the previous year's provision. The latest year's data is given a weight of 5%.

In choosing the selected CAT/AIY, appropriate consideration is given to historical data, future conditions, insurance and economic trends, along with other relevant considerations.

B. Trend Factor

A catastrophe trend factor is applied to reflect the upward trend in our CAT ratios over the experience period.

Some reasons for this increasing trend include:

- The leveraging effect of a fixed dollar catastrophe threshold
- An increasing concentration of business in CAT prone areas
- Changes over time in the nature of exposures underlying the catastrophe data

Exhibit 5A shows the development of the trend factor. The trend factor is based on companywide Homeowners data since individual state data lacks credibility.

C. Capping

To provide stability, the annual change in the CAT provision is limited to +/-10%. Each year the CAT provision will be calculated using the actual uncapped experience, but the result will be limited to a change of +/-10% of the prior year's provision.

III. Catastrophe Loss & LAE

The Catastrophe Provision determined above is multiplied by projected AIY per policy to determine the CAT Loss & Loss Adjustment Expense (LAE) per policy used in the indicated change calculation.

Exhibit 5 (continued)

Arkansas Homeowners
Catastrophe Provision

| | | | |
|----|--|---|---------|
| A. | Latest Year's (2007) CAT/AIY | = | -0.0712 |
| B. | Previous Year's CAT Provision Prior to capping | = | 1.1385 |
| C. | Weighted CAT/AIY = (5% x A) + (95% x B) | = | 1.0780 |
| D. | Selected CAT/AIY | = | 1.0780 |
| E. | Trend Factor | = | 1.03 |
| F. | CAT Provision prior to capping = D x E | = | 1.1103 |
| G. | Previous Year's Final CAT Provision | = | 1.1385 |
| H. | Selected CAT Provision = F limited to change of +/- 10% of G | = | 1.1103 |
| I. | Projected AIY per policy | = | 155.36 |
| J. | Catastrophe Loss & LAE per Policy (as of 6/1/2010) = H x I | = | 172.50 |

EXHIBIT 5A
STATE FARM COMPANYWIDE
HOMEOWNERS DATA
DEVELOPMENT OF CATASTROPHE TREND

| (1) <u>YEAR</u> | (2) <u>20 YEAR ROLLING AVERAGE CAT/AIY</u> | (3) <u>FITTED CAT/AIY</u> |
|--------------------|---|----------------------------------|
| 1988 | 0.3327 | 0.3713 |
| 1989 | 0.3583 | 0.3880 |
| 1990 | 0.3838 | 0.4047 |
| 1991 | 0.4203 | 0.4215 |
| 1992 | 0.4526 | 0.4382 |
| 1993 | 0.4739 | 0.4549 |
| 1994 | 0.4756 | 0.4716 |
| 1995 | 0.4940 | 0.4883 |
| 1996 | 0.5295 | 0.5051 |
| 1997 | 0.5396 | 0.5218 |
| 1998 | 0.5648 | 0.5385 |
| 1999 | 0.5663 | 0.5552 |
| 2000 | 0.5855 | 0.5719 |
| 2001 | 0.6166 | 0.5887 |
| 2002 | 0.6195 | 0.6054 |
| 2003 | 0.6383 | 0.6221 |
| 2004 | 0.6281 | 0.6388 |
| 2005 | 0.6223 | 0.6555 |
| 2006 | 0.6412 | 0.6723 |
| 2007 | 0.6599 | 0.6890 |

(4) ANNUAL TREND 2.4%

(5) SELECTED TREND 3.0%

Exhibit 6
State Farm Fire and Casualty Company
Arkansas Homeowners
Underwriting Expense Exhibit

I. Variable Expense Ratios As a Percent of Earned Premium

| <u>Calendar Year</u> | <u>Variable Expense Ratios</u> |
|--------------------------------------|------------------------------------|
| 2003 | 16.9% |
| 2004 | 16.4 |
| 2005 | 15.9 |
| 2006 | 15.9 |
| 2007 | 16.6 |
| 3 Year Average | 16.1 |
| 5 Year Average | 16.3 |
| Selected 2008 | 16.2 |
| Selected 2009 | 16.2 |
| Selected 2010 | 16.2 |
| Selected 2011 | 16.2 |
| Selected at 6/1/2010 | 16.2% |
| Variable Expense Per Policy 6/1/2010 | \$134.39 |

II. Fixed Expenses as Dollars Per Average Policy in Force

| <u>Calendar Year</u> | <u>Fixed Expense per Policy</u> |
|-----------------------------|-------------------------------------|
| 2003 | \$84.82 |
| 2004 | 83.53 |
| 2005 | 69.40 |
| 2006 | 84.77 |
| 2007 | 80.87 |
| Selected 2008 | 81.00 |
| Selected 2009 | 80.94 |
| Selected 2010 | 81.98 |
| Selected 2011 | 83.04 |
| Selected at 6/1/2010 | \$81.90 |

III. Total Expenses Per Policy in Force

| | |
|------------------------------------|----------------|
| Total Variable Expense per policy: | \$134.39 |
| Total Fixed Expense per policy: | <u>+ 81.90</u> |
| Total Expense per policy: | \$216.29 |

Exhibit 7

State Farm Fire and Casualty Company Provision for Underwriting Profit and Contingencies

The following analysis demonstrates that the provisions for underwriting profit and contingencies, together with expected investment income, will produce an expected total return after tax for State Farm which is commensurate to that earned by other industries. These earnings provide the only source of funds for its Policyholder Protection Fund (Surplus), which is essential to State Farm's continued growth and financial strength.

Total Financial Needs Analysis

- A. Property and Casualty insurance premiums traditionally include provisions for normally anticipated losses and expenses (including an estimate of expected catastrophe losses) and a combined provision for underwriting profit and contingencies. The contingency provision reflects an allowance in the rates for losses and expenses arising from events which cannot be reasonably foreseen or predicted. It thus represents an allowance for adverse fluctuations from the otherwise expected results. The underwriting profit provision reflects the expected premium in excess of all incurred losses, expenses and contingencies. The need for a contingency element in the rates is generally accepted actuarially and recognized in nearly all rating laws. Over the long term, the contingency element will not be actually realized as an underwriting profit, but will be offset by unanticipated losses and expenses.

State Farm Fire and Casualty Company's underwriting profit, before federal taxes, has averaged -7.1%, -9.5% adjusted for catastrophes, (see Exhibit 7A, Columns (2) and (2a)) in the last twelve years (approximately two underwriting cycles). These results were generated during a period when filed rates generally included a combined provision for underwriting profit and contingencies of 2% to 7%, averaging approximately 4%. Thus the contingency element has recently been averaging in excess of 2% of earned premium.

It is thus reasonable to expect that a 7.0% combined provision for **underwriting profit and contingencies** will produce an actual underwriting profit no more than 5.0%.

- B. **Net Investment Income** (interest, dividends and real estate income) has declined as a percent of mean invested assets from 6.3% in 1996 to 4.3% in 2007 (see Exhibit 7D). Based on an analysis of these decreasing results, it is reasonable to expect a return of 4.5% on invested assets during the time the rates will be in effect.

Capital Gains have fluctuated between -7.6% and 6.6% of mean invested assets over the past twelve years (see Exhibit 7D), with 12 year average of 1.7% and a 24 year average of 1.6%. The expected contribution of capital gains during the period rates will be in effect is 1.5% of invested assets.

Exhibit 7
(Continued)
State Farm Fire and Casualty Company

As a result, the **Net Investment Yield** as a percent of invested assets is expected to be 6.0% (4.5% net investment income plus 1.5% capital gains) during the time rates will be in effect.

- C. **Other Income**, largely service charges for premium installment plans, has averaged 0.3% of earned premium during this period (see Exhibit 7A, Column (3)). The expected other income during the time the rates will be in effect is 0.5%.
- D. All of these income sources combine to yield a total expected insurance operating profit of approximately 9.9% on earned premium, before tax, as summarized in the table on the following page. This includes the expected investment income attributable to unearned and advance premium reserves and that portion of loss and loss adjustment expense reserves resulting from policyholder supplied funds, as well as underwriting profit.

State Farm Fire and Casualty Company is exposed to catastrophic losses well in excess of \$3 billion. Some potential sources for such losses are earthquakes in the New Madrid and the Pacific Northwest areas as well as hurricanes along the Gulf and mid-Atlantic coasts. In recognition of that fact, State Farm Fire and Casualty Company continues to believe that a Policyholder Protection Fund ratio of at least \$0.65 per dollar of earned premium is necessary to adequately protect its policyholders. Although we are using a \$0.65 ratio in this ratemaking analysis, considering the multiplicity, nature and magnitude of risks and needs that we face, it would be appropriate for State Farm Fire and Casualty's surplus to be larger in order to provide the financial strength that is adequate and appropriate for our policyholders today and in the future.

Allowing for the expected investment income attributable to the Policyholder Protection Fund of \$65 per \$100 of earned premium, the expected total return, after tax, is 15.6% as demonstrated in the following table.

Taking into account the equity in the unearned and advance premium reserve, the expected total return is approximately 12.8% on a GAAP adjusted basis. An expected total return in the 9% to 18% range is reasonable in comparison to current returns in other industries. Recent median returns reported in Forbes and Fortune magazine are in this range, with an average of around 13%, on a GAAP adjusted basis. When greater than average risk is present, a higher total return is appropriate, commensurate with the additional risk.

Based on the forgoing, we conclude that a 7.0% combined provision for underwriting profit and contingencies can be expected to produce a reasonable total return during the time the projected rates are to be in effect. If the contingency provision is actually realized as a profit in any year, the expected total return increases to 14.4%. Such a result would still be reasonable and not excessive.

Exhibit 7
State Farm Fire and Casualty Company
All Lines Combined

Expected Total Return

Premium = \$100

Policyholder Protection Fund = \$65

| | |
|--|----------|
| 1) Expected Contribution from a 2% Provision for Contingencies: \$100 x .000 (Item A above) | \$ 0.00 |
| 2) Expected Underwriting Profit | \$ 5.00 |
| 3) Investment Income on Unearned and Advance Premium Reserves \$100 x (Exhibit 7B, Line 7) | \$ 1.60 |
| 4) Investment Income on Loss and LAE Reserves \$100 x (Exhibit 7C, Line 6) | \$ 2.80 |
| 5) Other Income \$100 x (Item C above) | \$ 0.50 |
| 6) Expected Insurance Operating Profit, Before Tax | \$ 9.90 |
| 7) Investment Income on Policyholder Protection Fund \$65 x (Exhibit 7D, Selected Investment Yield) | \$ 3.90 |
| 8) Federal Income Tax equals greater of: (Lines 1 + 2 + 5) x 20% + (Lines 3 + 4 + 7) x (Exhibit 7E AMT Tax Rate) and (Lines 1 + 2 + 5) x 35% + (Lines 3 + 4 + 7) x (Exhibit 7E Reg Tax Rate) | \$ 3.68 |
| 9) Expected Total Return | \$ 10.12 |
| 10) Expected Total Return as a Percent of Policyholder Protection Fund Line 9 / \$65 | 15.6% |
| 11) GAAP Adjusted Return Line 10 / (Exhibit 7F, Line 6) | 12.8% |

Exhibit 7A
State Farm Fire and Casualty Company
All Lines Combined

Companywide Insurance Operations

| Year (1) | U/W Gain/Loss | | Other Income (3) | Net Investment Income (4) | Net Inv. Income as % of Mean Inv. Asset (5) | Net Realized Capital Gain/Loss (6) | Net Income Before Tax (7) | After Tax | | |
|-------------|---------------|------------------|------------------------|------------------------------------|---|--|------------------------------------|----------------------|--|---|
| | Actual (2) | Adjusted (2a) | | | | | | Net Income (8) | Net Unrealized Capital Gain/Loss (9) | Net Income plus Unrealized Gain/Loss (10) |
| | | | | | | | | | | |
| 1997 | -1.1% | -9.1% | 0.1% | 9.9% | 5.8% | 0.6% | 9.4% | 13.1% | 6.9% | 20.0% |
| 1998 | -15.4% | -15.8% | 0.2% | 10.5% | 5.5% | 0.9% | -3.8% | -1.9% | 6.8% | 4.9% |
| 1999 | -16.6% | -16.7% | 0.1% | 10.4% | 5.0% | 1.9% | -4.1% | -1.5% | 2.9% | 1.4% |
| 2000 | -22.5% | -22.7% | 0.2% | 10.7% | 4.9% | 5.1% | -6.5% | -3.3% | -3.7% | -7.0% |
| 2001 | -36.5% | -32.1% | 0.1% | 9.3% | 4.8% | 1.3% | -25.8% | -22.1% | -4.5% | -26.7% |
| 2002 | -14.8% | -17.8% | 0.2% | 7.8% | 4.7% | -1.9% | -8.6% | -13.1% | -6.9% | -20.0% |
| 2003 | 6.2% | 3.3% | 0.6% | 7.0% | 4.6% | 2.0% | 15.7% | 11.1% | 4.7% | 15.7% |
| 2004 | 16.0% | 6.6% | 0.5% | 6.9% | 4.4% | 0.9% | 24.3% | 24.2% | 0.7% | 24.9% |
| 2005 | 6.0% | 4.6% | 0.5% | 7.6% | 4.5% | -0.1% | 13.9% | 11.0% | 0.3% | 11.3% |
| 2006 | 3.2% | 2.1% | 0.5% | 8.2% | 4.5% | 1.0% | 12.9% | 9.6% | 2.9% | 12.5% |
| 2007 | 4.0% | -0.8% | 0.5% | 8.3% | 4.3% | 0.2% | 12.9% | 9.4% | 1.7% | 11.2% |
| Mean | -7.1% | -9.5% | 0.3% | 8.9% | 4.9% | 1.1% | 3.1% | 3.3% | 1.3% | 4.6% |
| Std Dev | 15.1% | 12.5% | 0.2% | 1.4% | 0.6% | 1.6% | 14.0% | 12.6% | 4.4% | 15.5% |

All Columns are percentages of earned premium, except Column (5).

All Columns are percentages before federal taxes, except Columns (8) through (10).

- (2) Equals net underwriting gain or loss from Annual Statement, page 4, less dividends to policyholders, and adjusted for prepaid expenses and miscellaneous other income related to insurance operations excluding items in Column (3).
- (2a) Equals Column (2) adjusted to smooth for the effects of catastrophe losses. Actual catastrophe losses are removed and replaced with the losses contemplated in our current catastrophe provision.
- (3) Equals other income related to insurance company operations from Annual Statement, page 4, line 15, excluding insurance department fines, penalties, California Earthquake Authority assessment (1996), and Public Protection Class adjustment (1997).
- (4) Derived from Annual Statement, page 4, line 9, less State Farm affiliates.
- (5) Derived from Annual Statement, page 4, line 9, less State Farm affiliates.
- (6) Derived from Annual Statement, page 4, line 10, less State Farm affiliates.
- (7) Columns (2) + (3) + (4) + (6).
- (8) Derived from Column (7), less the sum of federal income taxes incurred, including an estimated tax on prepaid expenses.
- (9) Derived from Annual Statement, Exhibit of Capital Gains (Losses), page 12, line 10, Column 3 less State Farm affiliates, less the estimated tax.
- (10) Columns (8) + (9).

Exhibit 7B
State Farm Fire and Casualty Company
All Lines Combined

Estimated Investment Income from Reserve for Unearned Premium and Advance Premiums *

| (1) Mean Reserve for Unearned and Advance Premiums, as a Ratio to Earned Premium | <u>All Lines</u> |
|--|-------------------------|
| (a) 2005 | 0.5460 |
| (b) 2006 | 0.5443 |
| (c) 2007 | <u>0.5394</u> |
| (d) 3 Year Average | 0.5433 |
| (2) Delayed Remission of Premiums | |
| Ratio of Agents' Balances or Uncollected Premium to Unearned Premium and Advance Premiums | 25.8% |
| (3) Expenses Incurred at Beginning of Policy Term (as a % of Written Premium) | |
| (a) Commissions and Other Acquisition Expenses | 21.0% |
| (b) 50% of General Expenses | 1.7% |
| (c) Taxes | 2.7% |
| (d) Total | 25.4% |
| (4) Mean Unearned Premium and Advance Premium Reserve Adjusted for Agents' Balances, Uncollected Premiums, and Prepaid Expenses | |
| (1d) * (1.000 - (2) - (3d)) | 0.2654 |
| (5) Adjusted for Tax on Prepaid Expenses | |
| (4) - (1d) * 3% * 0.20 * 35% | 0.2643 |
| (6) Investment Yield, before Tax | |
| | 6.0% |
| (7) Investment Income, as a % of Earned Premium | |
| (5) * (6) | 1.6% |

DATA SOURCES:

Item 1 - Annual Statement, Page 6, Part 1 and Page 3, Line 10

Item 2 - Annual Statement, Page 2, Line 13 and Page 6, Part 1 and Page 3, Line 10

Item 3 - Insurance Expense Exhibits 2005-2007 (three year average of the mean ratios)

Item 5 - Assumes the unearned premium reserve will increase at a growth rate of 3%; 0.20 is the IRS prepaid expenses factor; 35% is the current effective tax rate on underwriting income.

Item 6 - From Exhibit 7D

* For 2007, we took into account the accounting change with ceded reinsurance premiums, as discussed in Exhibit 7F.

Exhibit 7C
State Farm Fire and Casualty Company
All Lines Combined

**Estimated Investment Income from Reserve for
Losses and Loss Adjustment Expenses**

| (1) Mean Reserve for Losses and Loss Adjustment Expense, as a Ratio to Incurred Losses and Loss Adjustment Expenses | All Lines |
|---|------------------|
| (a) 2003 | 0.6996 |
| (b) 2004 | 0.7334 |
| (c) 2005 | 0.6872 |
| (d) 2006 | 0.6881 |
| (e) 2007 | 0.7062 |
| (f) 5 Year Average | 0.7029 |
| (2) Permissible Loss and LAE (% Earned Premium) (1.0000 - Expense Ratio - Underwriting Profit Provision) | 66.3% |
| (3) Mean Reserves for Losses and Loss Adjustment Expenses as a Ratio to Earned Premium (2) * (1f) | 0.4660 |
| (4) Adjusted for Tax on Discounted Reserves (3) - (3) * 5% * 7.7% * 35% | 0.4654 |
| (5) Investment Yield, before Tax | 6.0% |
| (6) Estimated Investment Income from Losses and Loss Adjustment Expense Reserves (as a % of Earned Premium) (4) * (5) | 2.8% |

DATA SOURCES:

- Item 1 - Annual Statement, Page 3, Line 1 plus Line 3 and Page 4, Line 2 plus Line 3.
- Item 2 - 1.0000 minus provision for expenses and underwriting profit. Expense provision is the latest five year average of commissions, other acquisition, general expenses, and taxes, licenses, and fees from the Insurance Expense Exhibit.
- Item 4 - To recognize tax resulting from discounting of reserves; 5% is the estimated growth in loss reserves; 7.7% is the average discount of reserves; 35% is the current effective tax rate on underwriting income.
- Item 5 - From Exhibit 7D

Exhibit 7D
State Farm Fire and Casualty Company
All Lines Combined

Investment Rate of Return
As a Percent of Mean Invested Assets

| <u>Year</u> | <u>Net Investment Income</u> | <u>Capital Gain/Loss</u> |
|-----------------------------------|--------------------------------------|------------------------------|
| 1996 | 6.3% | 4.1% |
| 1997 | 5.8% | 6.6% |
| 1998 | 5.5% | 6.0% |
| 1999 | 5.0% | 3.0% |
| 2000 | 4.9% | -0.2% |
| 2001 | 4.8% | -2.9% |
| 2002 | 4.7% | -7.6% |
| 2003 | 4.6% | 6.1% |
| 2004 | 4.4% | 1.3% |
| 2005 | 4.5% | 0.2% |
| 2006 | 4.5% | 3.0% |
| 2007 | 4.3% | 1.5% |
| Latest 24 Year Average | 6.2% | 1.6% |
| Latest Twelve Year Average | 4.9% | 1.7% |
| Latest Six Year Average | 4.5% | 0.7% |
| Selected 2008 | 4.5% | 1.5% |

Data Source: Annual Statement, Pages 2 and 12

Exhibit 7E
State Farm Fire and Casualty Company
All Lines Combined

Average Federal Tax Rate on Investment Income

| Investment Type | Investment Income 2005 through 2007 | Distribution | Current Tax Rate | |
|-----------------------------|--|--------------|------------------|--------------|
| | | | Regular | AMT |
| Bonds (Taxable) | \$ 1,325,436,522 | 47.4% | 35.0% | 20.0% |
| Bonds (Tax Exempt) | 1,086,671,615 | 38.8% | 5.3% | 15.8% |
| Stocks (Unaffiliated) | 314,976,064 | 11.3% | 14.2% | 17.0% |
| Other (Net of Depreciation) | 70,137,384 | 2.5% | 35.0% | 20.0% |
| Total | \$ 2,797,221,585 | | 21.1% | 18.0% |

Item Sources:

Investment Income from Annual Statement, Page 12, Exhibit of Net Investment Income

Current Tax Rate computed according to the 1986 Tax Reform Act, as amended:

Under this Act, 15% of formerly tax-exempt income from securities purchased after August 7, 1986 is now taxable. Thirty percent of stock dividends are taxed at 35% and seventy percent are taxed at 15% of 35%. Thus, the estimated effective tax rate will be:

| | |
|------------------|-----------------------------------|
| Ordinary Income | 35.0% |
| Tax Exempt Bonds | 5.3% = .15 x 35% |
| Stock Dividends | 14.2% = (.30 + (.70 x .15)) x 35% |

AMT is computed according to the 1986 Tax Reform Act Alternative Minimum Tax:

Under the Alternative Minimum Tax, a rate of 20% applies to the sum of regular tax income and 75% of tax exempt income. The estimated effective AMT will be:

| | |
|------------------|---|
| Ordinary Income | 20.0% |
| Tax Exempt Bonds | 15.8% = (.15+ (.85 x .75)) x 20% |
| Stock Dividends | 17.0% = [.30 + .70 x (.15 + (.85 x .75))] x 20% |

Exhibit 7F
State Farm Fire and Casualty Company
All Lines Combined

Expected Total Return - Adjustment to GAAP

| Item | Amount (,000's) | Source (Annual Statement) |
|--|--------------------|------------------------------------|
| (1) 12/31/2007 Policyholder Protection Fund (Based on \$0.65 Ratio to Net Written Premium) | \$ 7,803,699 | Page 6, Part 1, Line 34, Column 1* |
| (2) Provision for Reinsurance | 1,350 | Page 3, Line 16, Column 1 |
| (3) Non-Admitted Assets | 34,691 | Page 13, Line 26, Column 1 |
| (4) Equity in the Unearned and Advance Premium Reserve | 1,663,010 | (h) |
| (5) Total Adjustments | 1,699,051 | (2) + (3) + (4) |
| (6) GAAP Surplus Adjustment Factor | 1.2177 | ((5) + (1)) / (1) |

Calculation of Equity in the Unearned and Advance Premium Reserve

| Item | Amount (,000's) | Source (Annual Statement) |
|--|--------------------|--|
| (a) Commissions and Brokerage Expense Incurred | 1,760,136 | IEE, Part II, Line 34, Column 23 plus Part I, Line 3, Column 2 |
| (b) Taxes, License & Fees Incurred | 338,938 | IEE, Part II, Line 34, Column 25 |
| (c) Other Acquisition Expenses Incurred | 815,432 | IEE, Part II, Line 34, Column 27 less Part I, Line 3, Column 2 |
| (d) General Expenses Incurred | 417,768 | IEE, Part II, Line 34, Column 29 |
| (e) Total | 3,123,390 | (a) + (b) + (c) + 1/2 (d) |
| (f) 2007 Written Premium | 12,005,690 | Page 6, Line 34, Column 1* |
| (g) 2007 Ending Unearned and Advance Premium Reserve | 6,392,281 | Page 6, Line 34, Column 3 and Page 3, Line 10, Column 1 |
| (h) Equity in the Unearned and Advance Premium Reserve | 1,663,010 | (g) * ((e) / (f)) |

* 2007 Written Premium was adjusted due to an accounting change with ceded reinsurance premiums. Beginning in July 2007, annual catastrophe premium is considered written on the effective date of the contract. Since the annual statement written premium reflected half of the 2006/07 reinsurance contract premium and all of the 2007/2008 reinsurance contract premium, we built the remaining 2006/07 ceded reinsurance premium back into our 2007 written premium. Items (a), (b), (c), (d) and (g) are also adjusted for the accounting change in the written premium.

Exhibit 8
State Farm Fire and Casualty
Arkansas Total Homeowners
Gross Underwriting Profit or Loss on a Statutory Basis

| Arkansas | | | | | | |
|----------|----------------|--------------------|------------------------|------------------|---------------|-----------------------|
| Year | Earned Premium | Non-Cat Loss Ratio | Catastrophe Loss Ratio | Total Loss Ratio | Expense Ratio | Actual Combined Ratio |
| 2003 | 85,507,058 | 45.6% | 13.9% | 59.5% | 29.6% | 89.1% |
| 2004 | 96,501,137 | 41.5% | 6.2% | 47.7% | 28.7% | 76.3% |
| 2005 | 102,134,322 | 49.0% | 3.4% | 52.3% | 25.0% | 77.4% |
| 2006 | 105,033,387 | 48.1% | 40.1% | 88.2% | 27.3% | 115.5% |
| 2007 | 111,566,740 | 48.7% | -1.2% | 47.5% | 27.7% | 75.1% |
| 03-07 | 500,742,644 | 46.7% | 12.4% | 59.1% | 27.6% | 86.7% |

| Companywide | | | | | | |
|-------------|----------------|--------------------|------------------------|------------------|---------------|-----------------------|
| Year | Earned Premium | Non-Cat Loss Ratio | Catastrophe Loss Ratio | Total Loss Ratio | Expense Ratio | Actual Combined Ratio |
| 2003 | 9,384,128,366 | 46.3% | 25.9% | 72.3% | 30.0% | 102.3% |
| 2004 | 10,516,192,616 | 42.1% | 32.7% | 74.8% | 27.6% | 102.4% |
| 2005 | 11,264,262,416 | 40.4% | 49.6% | 90.0% | 24.5% | 114.5% |
| 2006 | 11,811,942,032 | 43.4% | 18.0% | 61.3% | 26.8% | 88.2% |
| 2007 | 12,530,785,577 | 47.0% | 18.1% | 65.1% | 25.9% | 91.0% |
| 03-07 | 55,507,311,008 | 43.9% | 28.5% | 72.4% | 26.8% | 99.2% |

Expense Ratios include Agents' Commissions, Taxes, Other Acquisition and General Expenses.

Loss Ratios include Adjustment Expense.

Totals may not add due to rounding.

Exhibit 9
State Farm Fire and Casualty Company
Arkansas Total Homeowners
Indicated Rate Level Adjustment By Form

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|-------------------|--|--|---------------------------------|----------------------------|-----------------------|-----------------------|---------------------------------------|---|
| <u>Form</u> | <u>Credibility Weighted Current Level Non-Cat Loss Ratio</u> | <u>Form Catastrophe Provision as a Percent of Earned Premium</u> | <u>2007 Fixed Expense Ratio</u> | <u>Total Formula Ratio</u> | <u>Index to Total</u> | <u>Selected Index</u> | <u>Index Adjusted For Off Balance</u> | <u>Form Indicated Rate Level Adjustment</u> |
| Homeowners | 45.2 | 19.3 | 10.0 | 74.6 | 1.0048 | 1.0048 | 1.0021 | 10.4% |
| Renters | 57.2 | 2.2 | 10.6 | 70.0 | 0.9428 | 0.9428 | 0.9403 | 3.6% |
| Condo Unit Owners | 54.5 | 5.1 | 10.8 | 70.4 | 0.9485 | 0.9485 | 0.9459 | 4.2% |
| Total Homeowners | 45.6 | 18.5 | 10.1 | 74.2 | 1.0027 | 1.0027 | 1.0000 | 10.2% |

Column Explanations:

- (2) Calendar years 2003 - 2007 Non-Cat Incurred Loss and Loss Adjustment Expenses Divided by Current Level Earned Premiums adjusted for credibility.
- (3) Catastrophe provision/AIY divided by 2007 Current Level Earned Premium/AIY. The individual forms are derived from the statewide provision, which is developed in Exhibit 5.
- (4) 2007 Fixed Expenses divided by 2007 Current Level Earned Premium.
- (5) Col (2) + Col (3) + Col (4)
- (6) Col (5) divided by Total Col (5). Total Col (6) Weighted by 2007 Current Level Earned Premium.
- (7) Total Col (7) Weighted by 2007 Current Level Earned Premium.
- (8) Col (7) divided by Total Col (7).
- (9) Total Col (9) indicated Rate Level Adjustment is from Exhibit 1.
 ((1 + Total Col (9)) X Col (8)) - 1

Exhibit 10
State Farm Fire and Casualty Company
Arkansas Homeowners
Child Care Charges

| # of Children | Limit | Current | Revised | \$ Change |
|---------------|-------------|---------|---------|-----------|
| 1-3 | \$100,000 | 55 | 60 | 5 |
| 1-3 | \$300,000 | 72 | 78 | 6 |
| 1-3 | \$500,000 | 80 | 90 | 10 |
| 1-3 | \$1,000,000 | 98 | 110 | 12 |
| 1-3 | \$2,000,000 | 152 | 176 | 24 |
| 1-3 | \$3,000,000 | 211 | 242 | 31 |
| 1-3 | \$4,000,000 | 261 | 308 | 47 |
| 1-3 | \$5,000,000 | 306 | 374 | 68 |
| 4 | \$100,000 | 83 | 90 | 7 |
| 4 | \$300,000 | 103 | 115 | 12 |
| 4 | \$500,000 | 115 | 135 | 20 |
| 4 | \$1,000,000 | 135 | 160 | 25 |
| 4 | \$2,000,000 | 211 | 256 | 45 |
| 4 | \$3,000,000 | 292 | 352 | 60 |
| 4 | \$4,000,000 | 362 | 448 | 86 |
| 4 | \$5,000,000 | 426 | 544 | 118 |
| 5 | \$100,000 | 98 | 120 | 22 |
| 5 | \$300,000 | 123 | 155 | 32 |
| 5 | \$500,000 | 138 | 180 | 42 |
| 5 | \$1,000,000 | 165 | 220 | 55 |
| 5 | \$2,000,000 | 259 | 352 | 93 |
| 5 | \$3,000,000 | 358 | 484 | 126 |
| 5 | \$4,000,000 | 446 | 616 | 170 |
| 5 | \$5,000,000 | 528 | 748 | 220 |
| 6 | \$100,000 | 113 | 150 | 37 |
| 6 | \$300,000 | 145 | 200 | 55 |
| 6 | \$500,000 | 160 | 225 | 65 |
| 6 | \$1,000,000 | 190 | 270 | 80 |
| 6 | \$2,000,000 | 299 | 432 | 133 |
| 6 | \$3,000,000 | 413 | 594 | 181 |
| 6 | \$4,000,000 | 516 | 756 | 240 |
| 6 | \$5,000,000 | 613 | 918 | 305 |

Exhibit 11
State Farm Fire and Casualty Company
Arkansas Non-Tenant
Rate per 1,000 Relativities

| Amount | Current Relativities | Revised Relativities |
|-----------------|-----------------------------|-----------------------------|
| 5,000 | 6.873 | 6.667 |
| 7,000 | 5.346 | 5.200 |
| 10,000 | 4.112 | 4.000 |
| 15,000 | 3.084 | 3.144 |
| 20,000 | 2.442 | 2.515 |
| 30,000 | 1.874 | 1.930 |
| 40,000 | 1.569 | 1.616 |
| 50,000 | 1.410 | 1.452 |
| 60,000 | 1.254 | 1.291 |
| 70,000 | 1.194 | 1.229 |
| 80,000 | 1.119 | 1.150 |
| 90,000 | 1.050 | 1.070 |
| 100,000 | 1.000 | 1.000 |
| 110,000 | 0.962 | 0.950 |
| 120,000 | 0.914 | 0.910 |
| 130,000 | 0.900 | 0.873 |
| 140,000 | 0.868 | 0.842 |
| 150,000 | 0.862 | 0.837 |
| 160,000 | 0.848 | 0.823 |
| 170,000 | 0.834 | 0.809 |
| 180,000 | 0.819 | 0.795 |
| 190,000 | 0.804 | 0.780 |
| 200,000 | 0.782 | 0.759 |
| 250,000 | 0.750 | 0.728 |
| 300,000 | 0.739 | 0.717 |
| 350,000 | 0.712 | 0.691 |
| 400,000 | 0.695 | 0.675 |
| 450,000 | 0.685 | 0.665 |
| 500,000 | 0.681 | 0.661 |
| 550,000 | 0.674 | 0.654 |
| 600,000 | 0.666 | 0.647 |
| 650,000 | 0.655 | 0.636 |
| 700,000 | 0.650 | 0.631 |
| 750,000 | 0.646 | 0.627 |
| EA 1,000 | 0.700 | 0.651 |

EXHIBIT 12
ARKANSAS HOMEOWNERS
CURRENT ZONE DEFINITIONS

- ZONE 10 - Baxter, Benton, Boone, Carroll, Crawford, Franklin, Garland, Logan, Madison, Marion, Montgomery, Perry, Polk, Hot Springs Village (Saline Co), Scott, Sebastian and Washington Counties.
- ZONE 11 - Cleburne, Conway, Faulkner, Johnson, Newton, Pope, Searcy, Stone, Van Buren, White, Woodruff and Yell Counties.
- ZONE 13 - Fulton, Independence, Izard, and Sharp Counties.
- ZONE 14 - Arkansas, Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Grant, Hempstead, Hot Spring, Howard, Jefferson, Lafayette, Lincoln, Little River, Lonoke, Miller, Nevada, Ouachita, Philips, Pike, Prairie, Pulaski, Saline (excludes Hot Springs Village), Sevier and Union Counties.
- ZONE 16 - Clay, Craighead, Greene, Jackson, Lawrence, and Randolph Counties.
- ZONE 17 - Ashley, Chicot, Desha, and Drew Counties.
- ZONE 19 - Cross, Lee, Mississippi, Monroe, Poinsett, and St. Francis Counties.
- ZONE 21 - Crittenden County

Exhibit 13
State Farm Insurance Companies
Arkansas Homeowners Renters Program
Indicated Rate Level Adjustment by Zone

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|--------------|---|---|-----------------------------------|-----------------------------|-------------------|--------------------------------------|---------------------|
| Revised Zone | Credibility Weighted Current Level Non-Cat Loss Ratio | Catastrophe Provision Per Earned Premium | 2007 Fixed Expense Ratio | Total Formula Loss Ratio | Index To Total | Index Adjusted For Off Balance | Indicated Change |
| 10 | 50.5 | 2.8 | 13.1 | 66.5 | 0.9708 | 0.9741 | 0.9 |
| 30 | 54.3 | 2.1 | 11.3 | 67.8 | 0.9896 | 0.9930 | 2.9 |
| 13 | 57.2 | 1.9 | 9.2 | 68.3 | 0.9978 | 1.0012 | 3.7 |
| 25 | 58.7 | 1.8 | 9.1 | 69.7 | 1.0171 | 1.0206 | 5.7 |
| Total | 55.7 | 2.2 | 10.6 | 68.5 | 0.9966 | 1.0000 | 3.6 |

Column Explanations:

- (2) Calendar Years 2003 - 2007 Non-Catastrophe Incurred Loss and Loss Adjustment Expenses divided by Current Level Earned Premiums Adjusted for Credibility.
- (3) Catastrophe Provision/AIY divided by 2007 Current Level Earned Premium/AIY. The individual zones are derived from the Statewide Provision, which is developed in the Form Indications.
- (4) 2007 Fixed Expenses divided by 2007 Current Level Earned Premium.
- (5) Col (2) + Col (3) + Col (4).
- (6) Col (5) divided by Total Col (5). Total Col (6) weighted by 2007 Current Level Earned Premium.
- (7) Col (6) divided by Total Col (6).
- (8) Total Col (8) Indicated Rate Level Adjustment is from Form Indications.

$$(((1 + \text{Total Col (8)}) * \text{Col (7)}) - 1) * 100.$$

Exhibit 14
State Farm Fire and Casualty Company
Arkansas Renters and Condominium Unitowners
Rate per 1,000 Relativities

| Renters | | |
|----------------|-----------------------------|-----------------------------|
| Amount | Current Relativities | Revised Relativities |
| 2,000 | 4.920 | 5.066 |
| 4,000 | 3.280 | 3.377 |
| 6,000 | 2.460 | 2.533 |
| 8,000 | 2.025 | 2.085 |
| 10,000 | 1.778 | 1.831 |
| 12,000 | 1.620 | 1.668 |
| 14,000 | 1.451 | 1.494 |
| 16,000 | 1.343 | 1.370 |
| 18,000 | 1.257 | 1.270 |
| 20,000 | 1.194 | 1.200 |
| 22,000 | 1.144 | 1.150 |
| 24,000 | 1.097 | 1.100 |
| 26,000 | 1.057 | 1.060 |
| 28,000 | 1.029 | 1.030 |
| 30,000 | 1.000 | 1.000 |
| 35,000 | 0.937 | 0.930 |
| 40,000 | 0.882 | 0.870 |
| 45,000 | 0.843 | 0.830 |
| 50,000 | 0.811 | 0.800 |
| 55,000 | 0.790 | 0.780 |
| 60,000 | 0.769 | 0.760 |
| 65,000 | 0.749 | 0.740 |
| 70,000 | 0.729 | 0.720 |
| 75,000 | 0.711 | 0.700 |
| 80,000 | 0.693 | 0.680 |
| 85,000 | 0.683 | 0.670 |
| 90,000 | 0.672 | 0.660 |
| 95,000 | 0.662 | 0.650 |
| 100,000 | 0.652 | 0.640 |
| 125,000 | 0.615 | 0.600 |
| 150,000 | 0.586 | 0.570 |
| EA 1,000 | 0.475 | 0.475 |

| Condominium Unitowners | | |
|-------------------------------|-----------------------------|-----------------------------|
| Amount | Current Relativities | Revised Relativities |
| 2,000 | 4.970 | 5.118 |
| 4,000 | 3.313 | 3.412 |
| 6,000 | 2.485 | 2.559 |
| 8,000 | 2.045 | 2.106 |
| 10,000 | 1.788 | 1.841 |
| 12,000 | 1.620 | 1.668 |
| 14,000 | 1.451 | 1.494 |
| 16,000 | 1.343 | 1.370 |
| 18,000 | 1.257 | 1.270 |
| 20,000 | 1.194 | 1.200 |
| 22,000 | 1.144 | 1.150 |
| 24,000 | 1.097 | 1.100 |
| 26,000 | 1.057 | 1.060 |
| 28,000 | 1.029 | 1.030 |
| 30,000 | 1.000 | 1.000 |
| 35,000 | 0.937 | 0.930 |
| 40,000 | 0.882 | 0.870 |
| 45,000 | 0.843 | 0.830 |
| 50,000 | 0.811 | 0.800 |
| 55,000 | 0.790 | 0.780 |
| 60,000 | 0.769 | 0.760 |
| 65,000 | 0.749 | 0.740 |
| 70,000 | 0.729 | 0.720 |
| 75,000 | 0.711 | 0.700 |
| 80,000 | 0.693 | 0.680 |
| 85,000 | 0.683 | 0.670 |
| 90,000 | 0.672 | 0.660 |
| 95,000 | 0.662 | 0.650 |
| 100,000 | 0.652 | 0.640 |
| 125,000 | 0.606 | 0.600 |
| 150,000 | 0.586 | 0.570 |
| 175,000 | 0.567 | 0.550 |
| 200,000 | 0.548 | 0.532 |
| 225,000 | 0.531 | 0.516 |
| 250,000 | 0.521 | 0.506 |
| 275,000 | 0.512 | 0.497 |
| 300,000 | 0.503 | 0.488 |
| EA 1,000 | 0.445 | 0.445 |

Exhibit 15
State Farm Fire and Casualty Company
Arkansas Renters and Condominium Unitowners
Deductible Discounts

| Deductible | Current Discount | Revised Discount |
|------------|------------------|------------------|
| \$500 | 0% | 0% |
| \$1,000 | 14% | 10% |
| \$1,500 | 18% | 14% |
| \$2,000 | 20% | 17% |
| \$2,500 | 22% | 20% |
| \$3,000 | 24% | 22% |
| \$4,000 | 26% | 24% |
| \$5,000 | 27% | 26% |

LOSS MITIGATION EXHIBIT HOMEOWNERS PROGRAM

The State Farm Insurance Companies include loss prevention and control efforts as an integral part of our insurance operations. For our Homeowners Program those efforts include internal programs, public education activities, support of national organizations, and encouragement of stronger building codes. Examples of current efforts include:

INTERNAL PROGRAMS

- **Arson and fraud investigation and prevention.** Programs include an insurance fraud prevention department in the home office, special fraud units in our operation centers, education of claims handlers in fraud awareness, and built-in safeguards to assist in the detection of suspicious claims.
- **Dwelling surveys.** Most homes we insure are surveyed by the agent. Some are also surveyed by our underwriters or commercial inspection services. These surveys are intended to uncover potential loss problems as well as verify the accuracy of the rating factors used to determine the premium for the property.
- **Premium Discount Program, which recognizes loss prevention and reduction devices.** Our Homeowners Program rating plan includes credits for burglar alarms, residential sprinklers, and other approaches to reduce loss. Homes we insure with impact resistant roofs receive a premium discount in each of the participating 22 states and one Canadian province. State Farm also offers discounts to homeowners in some coastal areas for the use of shutters and other devices that hold the potential for reducing hurricane damage.

PUBLIC AWARENESS AND EDUCATION

- **Internet Information** A variety of loss prevention and home safety articles, educational materials and brochures are available to the general public from our prevention and safety learning center on: www.statefarm.com. Categories include:
 - Detailed Articles About Home Safety & Damage Prevention
 - Safe at Home
 - Safe as Work
 - Safe on the Road
 - Child Safety
 - Natural Disasters
 - Kid Stuff
 - Other Related Links
- **Informational Brochures About Home Safety and Loss Prevention.** Paper brochures and booklets are available to the general public on a variety of loss mitigation topics including: fire safety, crime prevention, electrical hazards, liability, wind/hail and roofing, water loss prevention, farm safety, home building, and boating safety. Many of these brochures are available in Spanish.
- **Public Relations Materials on Frozen Pipes and Ice Dams.** We conduct a national campaign that includes television ads, print ads, local education programs, videotapes, and posters on how to avoid frozen pipes, ice dams and subsequent water damage.
- **Fire Prevention Activities.** We are a major participant in fire prevention week activities, with contributions varying from year to year. We have developed and make available several fire prevention/safety programs for use in grade school classrooms (“Smoke Detectives” and several others).
- **Fire Safety.** We have developed a public service announcement video “Fire: The Unforgiving Nature” which includes dramatic and disastrous fire events, prevention and safety messages.

- **Hail Media Campaign.** We are distributing information about impact-resistive roofing materials to policyholders in hail-prone areas and to customers who have suffered a roof loss, as well as to others for general education.
- **Informational Video About Impact Resistant Roofing Materials.** A short video has been produced featuring the performance of impact resistant roofing products. The video will be available for use by IBHS (Institute for Business and Home Safety) members.
- **Safe use of Wood-burning Stoves.** We have developed tapes, brochures, public service spots and policyholder communication pieces dealing with the safe installation and maintenance of wood-burning stoves.
- **Tornado Safety.** We have developed two videos, including the Emmy award winning “Tornado: Surviving The Fury”, and “Tornado: Plan to Survive”, and educational materials for grade schools on tornado safety.
- **Earthquake Safety.** We have developed and distributed a program on earthquake safety for grade school children (“Movers & Shakers”).
- **Loss Prevention Display Panels.** These displays have been exhibited at multiple trade shows and conferences. They demonstrate home safety and loss reduction features that can be incorporated into new or existing structures.
- **Dog Bite Prevention Program.** This is an educational campaign introduced in partnership with the American Veterinary Medical Association. The campaign includes a puppet show and activity/coloring booklet for children and an informational brochure.
- **Building Codes and Standards.** We support the adoption and enforcement of statewide building codes to ensure minimum building safety standards. Technical representatives participate in a variety of standards development processes related to safety issues such as electrical, roofing, wind-resistant construction, building performance, and fire.

SUPPORT OF NATIONAL ORGANIZATIONS

- The Underwriters Laboratories, Inc.
- American Red Cross
- Federal Emergency Management Agency
- National Fire Protection Association
- Institute for Business and Home Safety – founding member.
- Coalition Against Insurance Fraud
- Insurance Committee for Arson Control – founding member.
- National Roofing Contractors Association
- American Society of Testing and Materials (ASTM International)
- National Insurance Task Force
- Federal Alliance for Safe Homes
- Roof Consultants Institute
- International Code Council
- Alliance of American Insurers
- National Association of Home Builders
- National Consortium of Housing Research Centers
- Home Fire Sprinkler Coalition
- Asphalt Roof Manufacturers Association
- Property Casualty Insurers Association of America
- Mid-America Earthquake Center
- American Institute of Architects
- Roofing Industry Committee on Weather Issues
- Florida Coastal Monitoring Program (portable wind towers)
- Western States Roofing Contractors Association
- Texas Tech University Portable Wind Tower Program

This is in response to your January 30th, 2009 letter requesting additional information pertaining to filing HO-24712.

Objection 1

- Filing Memo and Exhibits (Supporting Document)

Comment: Do the HO zone changes follow the Renters? Provide a chart for homeowners similar to the renters on page 4 of filing memorandum.

The Non-Tenant Homeowners zone changes do follow the Renters changes. However, the chart provided for Renters is not applicable since we utilized the subzone process for any rate differentiation by zone. For each zone, an indicated zone base rate was calculated by weighting the indicated base rates for each defined area with their exposures. For more details on the subzone process, please refer to our response to Objection 2 below. Any additional base rate changes to achieve the overall 9.2% increase were made on a statewide level.

Objection 2

- Filing Memo and Exhibits (Supporting Document)

Comment: Provide statistical data that supports the changes to the subzone definitions described under Item III, A.

Provide an exhibit showing the selected and indicated assignments, and the impact for the subzones.

Were adjustments made to all subzone factors?

The attached Exhibit A shows the current and proposed zone and subzone assignments, as well as the effect of the subzone movement for each defined area. None of the other changes included in this filing are factored into the subzone change column.

The following paragraphs provide additional information regarding this procedure. Exhibit B provides an example of the calculations for an individual defined area.

Data Utilized

The process of revising our current subzone assignments began with compiling Arkansas Non-Tenant Homeowners non-catastrophe, non-wind/hail case incurred loss, loss adjustment expense, exposure, and current level earned premium data for the most recent 5 calendar years. This data was collected for each defined area and was aggregated based on the most current ZIP Code definitions. Individual losses were capped at \$300,000 to minimize the impact of large losses.

This data was used to calculate non-catastrophe, non-wind/hail case incurred loss and ALAE pure premiums for each defined area, which were compared to the statewide pure premium. These pure premium relativities were then adjusted to remove the impact of all remaining rating factors (including amount of insurance, deductible, discounts, etc.) and for statewide off-balance.

Distance Weighting

To the degree that the loss experience for an individual defined area was not fully credible, a distance weighting algorithm was used to weight its pure premium relativity with the pure premium relativities for proximate defined areas. This process resulted in distance-weighted relativities. The weights used in the calculation were determined by applying to the exposure in each proximate defined area a factor which varied inversely with the distance to the individual defined area. This calculation utilized the experience of the next nearest defined areas until the total exposure met or exceeded the credibility standard. The distance-weighted relativities were then adjusted for statewide off-balance. Exhibit C provides an example of the distance weighting calculations for an individual defined area.

Indicated Base Rates

The distance-weighted relativities were used to derive average non-catastrophe, non-wind/hail case incurred loss and ALAE pure premiums. Provisions were added to incorporate non-catastrophe wind/hail losses, non-catastrophe ULAE, and catastrophe losses and LAE. These pure premiums were then related to the comparable statewide pure premium, after which fixed expenses were incorporated. The resulting relativities were applied to the statewide current level average base rate and credibility weighted with their current zone/subzone base rates using the credibility of the complement. Adjustments were then made to include the desired statewide rate change, which resulted in an indicated base rate for each defined area.

Subzone Assignments

For each zone, an indicated zone base rate was calculated by weighting the indicated base rates for each defined area with their exposures. Indicated subzone factors were then determined based on the relationship between the indicated base rates for each defined area and the corresponding indicated zone base rate. A table of predetermined subzone relativities was used to assign each defined area to an appropriate subzone based on the indicated subzone relativities. In order to minimize the rate impact for individual policyholders, we are moving towards the indicated subzone structure with the base rate changes from this procedure limited to + or - 10% when possible. In cases where multiple defined areas still exist within the same Zip Code, we took the weighted average of the indications from the above process for each defined area. We then moved toward that weighted indication up to + or -15% in order to be able to rate each Zip Code as its own defined area.

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 71601 | 14 | 25 | 15 | 13 | -5.7% |
| 71601 | 14 | 25 | 14 | 13 | -1.0% |
| 71602 | 14 | 25 | 13 | 11 | -5.7% |
| 71602 | 14 | 25 | 11 | 11 | 3.9% |
| 71603 | 14 | 25 | 14 | 13 | -1.0% |
| 71603 | 14 | 25 | 12 | 13 | 9.1% |
| 71630 | 17 | 25 | 15 | 14 | -14.6% |
| 71630 | 17 | 25 | 12 | 14 | -1.2% |
| 71631 | 14 | 25 | 17 | 16 | -1.0% |
| 71635 | 17 | 25 | 11 | 13 | -1.1% |
| 71638 | 17 | 25 | 15 | 14 | -14.6% |
| 71638 | 17 | 25 | 10 | 13 | 3.8% |
| 71639 | 17 | 25 | 09 | 12 | 3.9% |
| 71640 | 17 | 25 | 16 | 18 | -1.2% |
| 71642 | 17 | 25 | 16 | 18 | -1.2% |
| 71643 | 14 | 25 | 15 | 14 | -1.0% |
| 71644 | 14 | 25 | 17 | 14 | -10.2% |
| 71644 | 14 | 25 | 15 | 14 | -1.0% |
| 71646 | 17 | 25 | 16 | 15 | -14.6% |
| 71646 | 17 | 25 | 11 | 14 | 3.8% |
| 71647 | 14 | 25 | 17 | 16 | -1.0% |
| 71651 | 14 | 25 | 17 | 15 | -5.7% |
| 71652 | 14 | 25 | 17 | 16 | -1.0% |
| 71653 | 17 | 25 | 13 | 15 | -1.2% |
| 71654 | 17 | 25 | 11 | 14 | 3.8% |
| 71655 | 17 | 25 | 06 | 09 | 3.7% |
| 71656 | 17 | 25 | 07 | 10 | 3.7% |
| 71658 | 17 | 25 | 12 | 14 | -1.2% |
| 71660 | 14 | 25 | 17 | 16 | -1.0% |
| 71661 | 17 | 25 | 14 | 16 | -1.2% |
| 71662 | 17 | 25 | 16 | 15 | -14.6% |
| 71663 | 17 | 25 | 14 | 16 | -1.2% |
| 71665 | 14 | 25 | 17 | 16 | -1.0% |
| 71666 | 17 | 25 | 10 | 10 | -10.4% |
| 71667 | 14 | 25 | 15 | 14 | -1.0% |
| 71670 | 17 | 25 | 12 | 14 | -1.2% |
| 71671 | 14 | 25 | 13 | 12 | -1.0% |
| 71671 | 14 | 25 | 11 | 12 | 9.2% |
| 71674 | 17 | 25 | 12 | 14 | -1.2% |
| 71675 | 17 | 25 | 12 | 14 | -1.2% |
| 71676 | 17 | 25 | 13 | 15 | -1.2% |
| 71677 | 17 | 25 | 16 | 15 | -14.6% |
| 71678 | 14 | 25 | 17 | 16 | -1.0% |
| 71701 | 14 | 25 | 11 | 10 | -1.0% |
| 71720 | 14 | 25 | 15 | 11 | -14.5% |
| 71720 | 14 | 25 | 11 | 10 | -1.0% |
| 71722 | 14 | 25 | 15 | 10 | -18.6% |
| 71722 | 14 | 25 | 11 | 10 | -1.0% |
| 71725 | 14 | 25 | 17 | 15 | -5.7% |
| 71726 | 14 | 25 | 15 | 11 | -14.5% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 71726 | 14 | 25 | 10 | 10 | 3.9% |
| 71730 | 14 | 25 | 09 | 08 | -1.0% |
| 71730 | 14 | 25 | 08 | 08 | 3.9% |
| 71740 | 14 | 25 | 09 | 08 | -1.0% |
| 71740 | 14 | 25 | 08 | 08 | 3.9% |
| 71742 | 14 | 25 | 15 | 12 | -10.2% |
| 71742 | 14 | 25 | 13 | 12 | -1.0% |
| 71743 | 14 | 25 | 13 | 09 | -14.5% |
| 71743 | 14 | 25 | 10 | 09 | -1.0% |
| 71744 | 14 | 25 | 17 | 15 | -5.7% |
| 71745 | 14 | 25 | 17 | 15 | -5.7% |
| 71747 | 14 | 25 | 17 | 15 | -5.7% |
| 71748 | 14 | 25 | 17 | 16 | -1.0% |
| 71749 | 14 | 25 | 11 | 10 | -1.0% |
| 71751 | 14 | 25 | 17 | 15 | -5.7% |
| 71752 | 14 | 25 | 15 | 13 | -5.7% |
| 71753 | 14 | 25 | 08 | 08 | 3.9% |
| 71758 | 14 | 25 | 17 | 15 | -5.7% |
| 71762 | 14 | 25 | 13 | 10 | -10.2% |
| 71762 | 14 | 25 | 11 | 10 | -1.0% |
| 71763 | 14 | 25 | 17 | 15 | -5.7% |
| 71764 | 14 | 25 | 15 | 11 | -14.5% |
| 71764 | 14 | 25 | 09 | 08 | -1.0% |
| 71765 | 14 | 25 | 17 | 15 | -5.7% |
| 71766 | 14 | 25 | 15 | 14 | -1.0% |
| 71769 | 14 | 25 | 17 | 15 | -5.7% |
| 71770 | 14 | 25 | 09 | 08 | -1.0% |
| 71801 | 14 | 25 | 11 | 10 | -1.0% |
| 71822 | 14 | 25 | 12 | 10 | -5.8% |
| 71822 | 14 | 25 | 11 | 10 | -1.0% |
| 71825 | 14 | 25 | 17 | 15 | -5.7% |
| 71826 | 14 | 25 | 15 | 14 | -1.0% |
| 71827 | 14 | 25 | 13 | 09 | -14.5% |
| 71827 | 14 | 25 | 07 | 06 | -1.0% |
| 71828 | 14 | 25 | 17 | 15 | -5.7% |
| 71831 | 14 | 25 | 17 | 15 | -5.7% |
| 71832 | 14 | 25 | 15 | 12 | -10.2% |
| 71832 | 14 | 25 | 13 | 12 | -1.0% |
| 71833 | 14 | 25 | 12 | 11 | -1.0% |
| 71834 | 14 | 25 | 17 | 16 | -1.0% |
| 71835 | 14 | 25 | 15 | 13 | -5.7% |
| 71836 | 14 | 25 | 13 | 11 | -5.7% |
| 71836 | 14 | 25 | 12 | 11 | -1.0% |
| 71837 | 14 | 25 | 17 | 16 | -1.0% |
| 71838 | 14 | 25 | 15 | 14 | -1.0% |
| 71839 | 14 | 25 | 15 | 13 | -5.7% |
| 71841 | 14 | 25 | 17 | 16 | -1.0% |
| 71842 | 14 | 25 | 15 | 13 | -5.7% |
| 71842 | 14 | 25 | 14 | 13 | -1.0% |
| 71845 | 14 | 25 | 13 | 09 | -14.5% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 71845 | 14 | 25 | 09 | 09 | 3.9% |
| 71846 | 14 | 25 | 17 | 16 | -1.0% |
| 71847 | 14 | 25 | 17 | 16 | -1.0% |
| 71851 | 14 | 25 | 15 | 14 | -1.0% |
| 71852 | 14 | 25 | 14 | 12 | -5.7% |
| 71852 | 14 | 25 | 13 | 12 | -1.0% |
| 71853 | 14 | 25 | 12 | 11 | -1.0% |
| 71854 | 14 | 25 | 12 | 11 | -1.0% |
| 71855 | 14 | 25 | 17 | 15 | -5.7% |
| 71857 | 14 | 25 | 15 | 11 | -14.5% |
| 71857 | 14 | 25 | 09 | 08 | -1.0% |
| 71858 | 14 | 25 | 17 | 15 | -5.7% |
| 71859 | 14 | 25 | 17 | 15 | -5.7% |
| 71860 | 14 | 25 | 09 | 06 | -10.1% |
| 71860 | 14 | 25 | 07 | 06 | -1.0% |
| 71861 | 14 | 25 | 15 | 13 | -5.7% |
| 71862 | 14 | 25 | 15 | 14 | -1.0% |
| 71864 | 14 | 25 | 17 | 15 | -5.7% |
| 71865 | 14 | 25 | 12 | 11 | -1.0% |
| 71866 | 14 | 25 | 16 | 15 | -1.0% |
| 71901 | 10 | 10 | 09 | 08 | -5.2% |
| 71901 | 10 | 10 | 10 | 08 | -9.8% |
| 71901 | 10 | 10 | 08 | 08 | -0.5% |
| 71901 | 10 | 10 | 10 | 08 | -9.8% |
| 71909 | 10 | 10 | 10 | 09 | -5.3% |
| 71909 | 10 | 10 | 08 | 09 | 4.4% |
| 71913 | 10 | 10 | 11 | 10 | -5.3% |
| 71913 | 10 | 10 | 09 | 10 | 4.5% |
| 71913 | 10 | 10 | 11 | 10 | -5.3% |
| 71921 | 14 | 25 | 15 | 13 | -5.7% |
| 71922 | 14 | 25 | 15 | 13 | -5.7% |
| 71923 | 14 | 25 | 11 | 09 | -5.8% |
| 71923 | 14 | 25 | 10 | 09 | -1.0% |
| 71929 | 14 | 25 | 09 | 08 | -1.0% |
| 71933 | 14 | 25 | 10 | 08 | -5.7% |
| 71933 | 14 | 25 | 09 | 08 | -1.0% |
| 71935 | 10 | 10 | 15 | 15 | -0.5% |
| 71937 | 10 | 10 | 15 | 15 | -0.5% |
| 71940 | 14 | 25 | 13 | 12 | -1.0% |
| 71941 | 14 | 25 | 15 | 13 | -5.7% |
| 71942 | 14 | 25 | 17 | 15 | -5.7% |
| 71943 | 14 | 25 | 15 | 11 | -14.5% |
| 71943 | 14 | 25 | 12 | 11 | -1.0% |
| 71944 | 10 | 10 | 15 | 15 | -0.5% |
| 71945 | 10 | 10 | 16 | 16 | -0.5% |
| 71949 | 10 | 10 | 14 | 14 | -0.5% |
| 71950 | 14 | 25 | 17 | 16 | -1.0% |
| 71952 | 14 | 25 | 17 | 16 | -1.0% |
| 71953 | 10 | 10 | 16 | 15 | -5.3% |
| 71953 | 10 | 10 | 15 | 15 | -0.5% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 71956 | 10 | 10 | 13 | 11 | -9.8% |
| 71956 | 10 | 10 | 11 | 11 | -0.5% |
| 71957 | 10 | 10 | 16 | 15 | -5.3% |
| 71957 | 10 | 10 | 15 | 15 | -0.5% |
| 71958 | 14 | 25 | 15 | 13 | -5.7% |
| 71958 | 14 | 25 | 14 | 13 | -1.0% |
| 71959 | 14 | 25 | 17 | 16 | -1.0% |
| 71960 | 10 | 10 | 16 | 17 | 4.4% |
| 71961 | 10 | 10 | 19 | 19 | -0.5% |
| 71962 | 14 | 25 | 17 | 15 | -5.7% |
| 71964 | 10 | 10 | 11 | 11 | -0.5% |
| 71964 | 10 | 10 | 12 | 11 | -5.3% |
| 71964 | 10 | 10 | 11 | 11 | -0.5% |
| 71964 | 10 | 10 | 12 | 11 | -5.3% |
| 71965 | 10 | 10 | 18 | 19 | 4.4% |
| 71968 | 10 | 10 | 13 | 12 | -5.3% |
| 71968 | 10 | 10 | 11 | 12 | 4.5% |
| 71969 | 10 | 10 | 19 | 19 | -0.5% |
| 71970 | 10 | 10 | 15 | 15 | -0.5% |
| 71971 | 14 | 25 | 17 | 16 | -1.0% |
| 71972 | 10 | 10 | 15 | 15 | -0.5% |
| 71973 | 10 | 10 | 15 | 15 | -0.5% |
| 71998 | 14 | 25 | 10 | 10 | 3.9% |
| 72001 | 10 | 10 | 15 | 16 | 4.4% |
| 72002 | 14 | 25 | 09 | 08 | -1.0% |
| 72003 | 14 | 25 | 17 | 16 | -1.0% |
| 72004 | 14 | 25 | 17 | 15 | -5.7% |
| 72005 | 16 | 30 | 14 | 13 | -3.4% |
| 72006 | 11 | 30 | 16 | 14 | -5.8% |
| 72006 | 11 | 30 | 15 | 14 | -1.1% |
| 72007 | 14 | 25 | 15 | 13 | -5.7% |
| 72010 | 11 | 30 | 16 | 14 | -5.8% |
| 72010 | 11 | 30 | 15 | 14 | -1.1% |
| 72011 | 14 | 25 | 13 | 10 | -10.2% |
| 72011 | 14 | 25 | 11 | 10 | -1.0% |
| 72012 | 11 | 30 | 13 | 09 | -14.6% |
| 72012 | 11 | 30 | 10 | 09 | -1.1% |
| 72013 | 11 | 30 | 14 | 13 | -1.1% |
| 72014 | 16 | 30 | 15 | 14 | -3.4% |
| 72015 | 14 | 25 | 10 | 08 | -5.7% |
| 72015 | 14 | 25 | 09 | 08 | -1.0% |
| 72016 | 10 | 10 | 14 | 11 | -14.1% |
| 72016 | 10 | 10 | 16 | 13 | -14.1% |
| 72016 | 10 | 10 | 09 | 11 | 9.7% |
| 72016 | 10 | 10 | 16 | 13 | -14.1% |
| 72017 | 14 | 25 | 18 | 16 | -5.7% |
| 72019 | 14 | 25 | 12 | 12 | 3.9% |
| 72020 | 11 | 30 | 15 | 14 | -1.1% |
| 72020 | 11 | 30 | 16 | 14 | -5.8% |
| 72020 | 11 | 30 | 15 | 14 | -1.1% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72021 | 19 | 25 | 07 | 13 | -0.5% |
| 72022 | 14 | 25 | 10 | 10 | 3.9% |
| 72023 | 14 | 25 | 08 | 07 | -1.0% |
| 72024 | 14 | 25 | 16 | 13 | -10.2% |
| 72024 | 14 | 25 | 15 | 13 | -5.7% |
| 72025 | 10 | 10 | 15 | 16 | 4.4% |
| 72026 | 14 | 25 | 17 | 16 | -1.0% |
| 72027 | 11 | 30 | 14 | 13 | -1.1% |
| 72028 | 11 | 30 | 14 | 13 | -1.1% |
| 72028 | 11 | 30 | 15 | 13 | -5.8% |
| 72029 | 19 | 25 | 08 | 13 | -5.2% |
| 72029 | 19 | 25 | 07 | 13 | -0.5% |
| 72030 | 11 | 30 | 14 | 13 | -1.1% |
| 72031 | 11 | 30 | 13 | 10 | -10.3% |
| 72031 | 11 | 30 | 09 | 10 | 9.1% |
| 72032 | 11 | 30 | 10 | 09 | -1.1% |
| 72034 | 11 | 30 | 07 | 07 | 3.8% |
| 72035 | 11 | 30 | 06 | 08 | 14.4% |
| 72036 | 11 | 30 | 14 | 13 | -1.1% |
| 72038 | 14 | 25 | 17 | 16 | -1.0% |
| 72039 | 11 | 30 | 15 | 14 | -1.1% |
| 72040 | 14 | 25 | 15 | 13 | -5.7% |
| 72040 | 14 | 25 | 14 | 13 | -1.0% |
| 72041 | 14 | 25 | 16 | 14 | -5.7% |
| 72041 | 14 | 25 | 15 | 14 | -1.0% |
| 72042 | 14 | 25 | 14 | 13 | -1.0% |
| 72044 | 11 | 30 | 11 | 10 | -1.1% |
| 72045 | 11 | 30 | 14 | 13 | -1.1% |
| 72046 | 14 | 25 | 17 | 14 | -10.2% |
| 72046 | 14 | 25 | 15 | 14 | -1.0% |
| 72047 | 11 | 30 | 15 | 15 | 3.8% |
| 72048 | 14 | 25 | 17 | 16 | -1.0% |
| 72051 | 11 | 30 | 14 | 13 | -1.1% |
| 72052 | 11 | 30 | 14 | 13 | -1.1% |
| 72055 | 14 | 25 | 15 | 14 | -1.0% |
| 72057 | 14 | 25 | 15 | 14 | -1.0% |
| 72058 | 11 | 30 | 14 | 13 | -1.1% |
| 72060 | 11 | 30 | 14 | 13 | -1.1% |
| 72063 | 11 | 30 | 14 | 13 | -1.1% |
| 72064 | 14 | 25 | 18 | 15 | -10.2% |
| 72064 | 14 | 25 | 17 | 15 | -5.7% |
| 72065 | 14 | 25 | 16 | 16 | 3.9% |
| 72066 | 14 | 25 | 17 | 15 | -5.7% |
| 72067 | 11 | 30 | 07 | 07 | 3.8% |
| 72068 | 11 | 30 | 14 | 13 | -1.1% |
| 72069 | 19 | 25 | 11 | 17 | -0.5% |
| 72070 | 10 | 10 | 11 | 11 | -0.5% |
| 72072 | 14 | 25 | 17 | 14 | -10.2% |
| 72072 | 14 | 25 | 16 | 14 | -5.7% |
| 72073 | 14 | 25 | 15 | 14 | -1.0% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72076 | 14 | 25 | 08 | 08 | 3.9% |
| 72079 | 14 | 25 | 15 | 13 | -5.7% |
| 72080 | 11 | 30 | 14 | 13 | -1.1% |
| 72081 | 11 | 30 | 15 | 13 | -5.8% |
| 72081 | 11 | 30 | 14 | 13 | -1.1% |
| 72082 | 11 | 30 | 14 | 13 | -1.1% |
| 72083 | 14 | 25 | 17 | 16 | -1.0% |
| 72084 | 14 | 25 | 15 | 13 | -5.7% |
| 72086 | 14 | 25 | 12 | 11 | -1.0% |
| 72087 | 14 | 25 | 12 | 11 | -1.0% |
| 72087 | 14 | 25 | 13 | 11 | -5.7% |
| 72087 | 14 | 25 | 12 | 11 | -1.0% |
| 72087 | 14 | 25 | 13 | 11 | -5.7% |
| 72088 | 11 | 30 | 06 | 06 | 3.8% |
| 72099 | 14 | 25 | 09 | 08 | -1.0% |
| 72099 | 14 | 25 | 08 | 08 | 3.9% |
| 72101 | 11 | 30 | 15 | 11 | -14.6% |
| 72101 | 11 | 30 | 14 | 11 | -10.3% |
| 72101 | 11 | 30 | 13 | 11 | -5.8% |
| 72101 | 11 | 30 | 15 | 11 | -14.6% |
| 72101 | 11 | 30 | 14 | 11 | -10.3% |
| 72101 | 11 | 30 | 12 | 11 | -1.1% |
| 72102 | 11 | 30 | 13 | 11 | -5.8% |
| 72102 | 11 | 30 | 12 | 11 | -1.1% |
| 72103 | 14 | 25 | 14 | 12 | -5.7% |
| 72103 | 14 | 25 | 13 | 12 | -1.0% |
| 72104 | 14 | 25 | 09 | 07 | -5.7% |
| 72104 | 14 | 25 | 08 | 07 | -1.0% |
| 72105 | 14 | 25 | 17 | 13 | -14.5% |
| 72106 | 11 | 30 | 13 | 09 | -14.6% |
| 72106 | 11 | 30 | 06 | 07 | 9.0% |
| 72110 | 11 | 30 | 10 | 08 | -5.8% |
| 72110 | 11 | 30 | 08 | 08 | 3.8% |
| 72111 | 11 | 30 | 15 | 15 | 3.8% |
| 72112 | 16 | 30 | 16 | 14 | -8.1% |
| 72112 | 16 | 30 | 15 | 14 | -3.4% |
| 72113 | 14 | 25 | 10 | 10 | 3.9% |
| 72113 | 14 | 25 | 13 | 10 | -10.2% |
| 72113 | 14 | 25 | 10 | 10 | 3.9% |
| 72114 | 14 | 25 | 07 | 07 | 3.9% |
| 72116 | 14 | 25 | 08 | 08 | 3.9% |
| 72117 | 14 | 25 | 08 | 08 | 3.9% |
| 72117 | 14 | 25 | 07 | 08 | 9.1% |
| 72118 | 14 | 25 | 13 | 09 | -14.5% |
| 72118 | 14 | 25 | 08 | 07 | -1.0% |
| 72120 | 14 | 25 | 08 | 07 | -1.0% |
| 72121 | 11 | 30 | 13 | 09 | -14.6% |
| 72121 | 11 | 30 | 10 | 09 | -1.1% |
| 72122 | 14 | 25 | 15 | 14 | -1.0% |
| 72125 | 10 | 10 | 13 | 14 | 4.4% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72126 | 10 | 10 | 14 | 14 | -0.5% |
| 72126 | 10 | 10 | 16 | 14 | -9.8% |
| 72126 | 10 | 10 | 12 | 14 | 9.6% |
| 72126 | 10 | 10 | 16 | 14 | -9.8% |
| 72127 | 11 | 30 | 13 | 09 | -14.6% |
| 72127 | 11 | 30 | 09 | 06 | -10.2% |
| 72127 | 11 | 30 | 06 | 06 | 3.8% |
| 72127 | 11 | 30 | 07 | 06 | -1.1% |
| 72128 | 14 | 25 | 17 | 15 | -5.7% |
| 72129 | 14 | 25 | 15 | 13 | -5.7% |
| 72130 | 11 | 30 | 14 | 13 | -1.1% |
| 72131 | 11 | 30 | 13 | 09 | -14.6% |
| 72131 | 11 | 30 | 10 | 09 | -1.1% |
| 72132 | 14 | 25 | 12 | 12 | 3.9% |
| 72133 | 14 | 25 | 17 | 16 | -1.0% |
| 72134 | 19 | 25 | 15 | 19 | -9.8% |
| 72135 | 14 | 25 | 09 | 10 | 9.2% |
| 72135 | 14 | 25 | 10 | 10 | 3.9% |
| 72135 | 14 | 25 | 09 | 10 | 9.2% |
| 72135 | 14 | 25 | 10 | 10 | 3.9% |
| 72136 | 11 | 30 | 14 | 13 | -1.1% |
| 72137 | 11 | 30 | 14 | 13 | -1.1% |
| 72140 | 14 | 25 | 15 | 15 | 3.9% |
| 72141 | 11 | 30 | 14 | 13 | -1.1% |
| 72142 | 14 | 25 | 17 | 16 | -1.0% |
| 72143 | 11 | 30 | 15 | 14 | -1.1% |
| 72149 | 11 | 30 | 10 | 10 | 3.8% |
| 72150 | 14 | 25 | 09 | 08 | -1.0% |
| 72152 | 14 | 25 | 15 | 11 | -14.5% |
| 72152 | 14 | 25 | 11 | 11 | 3.9% |
| 72153 | 11 | 30 | 09 | 08 | -1.1% |
| 72153 | 11 | 30 | 06 | 08 | 14.4% |
| 72156 | 11 | 30 | 14 | 13 | -1.1% |
| 72157 | 11 | 30 | 14 | 13 | -1.1% |
| 72160 | 14 | 25 | 14 | 12 | -5.7% |
| 72160 | 14 | 25 | 13 | 12 | -1.0% |
| 72165 | 13 | 13 | 14 | 13 | -6.1% |
| 72166 | 14 | 25 | 15 | 13 | -5.7% |
| 72166 | 14 | 25 | 14 | 13 | -1.0% |
| 72167 | 14 | 25 | 15 | 14 | -1.0% |
| 72168 | 14 | 25 | 17 | 15 | -5.7% |
| 72170 | 14 | 25 | 17 | 15 | -5.7% |
| 72173 | 11 | 30 | 13 | 12 | -1.1% |
| 72175 | 14 | 25 | 17 | 16 | -1.0% |
| 72176 | 14 | 25 | 10 | 08 | -5.7% |
| 72176 | 14 | 25 | 09 | 08 | -1.0% |
| 72179 | 11 | 30 | 14 | 12 | -5.8% |
| 72199 | 14 | 25 | 09 | 08 | -1.0% |
| 72201 | 14 | 25 | 07 | 07 | 3.9% |
| 72202 | 14 | 25 | 15 | 07 | 0.0% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72202 | 14 | 25 | 07 | 07 | 3.9% |
| 72204 | 14 | 25 | 10 | 08 | -5.7% |
| 72204 | 14 | 25 | 08 | 08 | 3.9% |
| 72205 | 14 | 25 | 07 | 06 | -1.0% |
| 72205 | 14 | 25 | 06 | 06 | 3.9% |
| 72206 | 14 | 25 | 15 | 14 | -1.0% |
| 72206 | 14 | 25 | 13 | 14 | 9.2% |
| 72207 | 14 | 25 | 07 | 07 | 3.9% |
| 72209 | 14 | 25 | 13 | 11 | -5.7% |
| 72209 | 14 | 25 | 12 | 11 | -1.0% |
| 72210 | 14 | 25 | 09 | 08 | -1.0% |
| 72211 | 14 | 25 | 05 | 04 | -1.0% |
| 72212 | 14 | 25 | 08 | 06 | -5.7% |
| 72212 | 14 | 25 | 07 | 06 | -1.0% |
| 72223 | 14 | 25 | 09 | 08 | -1.0% |
| 72227 | 14 | 25 | 07 | 07 | 3.9% |
| 72301 | 21 | 25 | 09 | 10 | 1.5% |
| 72310 | 19 | 25 | 12 | 19 | 4.5% |
| 72311 | 19 | 25 | 16 | 20 | -9.8% |
| 72313 | 19 | 25 | 13 | 19 | -0.5% |
| 72315 | 19 | 25 | 12 | 19 | 4.5% |
| 72324 | 19 | 25 | 15 | 19 | -9.8% |
| 72324 | 19 | 25 | 13 | 19 | -0.5% |
| 72326 | 19 | 25 | 09 | 15 | -0.4% |
| 72327 | 21 | 25 | 14 | 15 | 1.5% |
| 72327 | 21 | 25 | 13 | 15 | 6.5% |
| 72328 | 14 | 25 | 17 | 17 | 3.9% |
| 72329 | 19 | 25 | 13 | 16 | -14.0% |
| 72330 | 19 | 25 | 15 | 21 | -0.5% |
| 72331 | 21 | 25 | 16 | 14 | -12.4% |
| 72331 | 21 | 25 | 17 | 13 | -20.5% |
| 72331 | 21 | 25 | 13 | 13 | -3.4% |
| 72331 | 21 | 25 | 17 | 13 | -20.5% |
| 72333 | 14 | 25 | 15 | 15 | 3.9% |
| 72335 | 19 | 25 | 06 | 12 | -0.5% |
| 72338 | 19 | 25 | 13 | 19 | -0.5% |
| 72339 | 21 | 25 | 14 | 14 | -3.4% |
| 72340 | 19 | 25 | 13 | 17 | -9.7% |
| 72341 | 19 | 25 | 16 | 20 | -9.8% |
| 72342 | 14 | 25 | 14 | 14 | 3.9% |
| 72342 | 14 | 25 | 13 | 14 | 9.2% |
| 72346 | 19 | 25 | 16 | 20 | -9.8% |
| 72347 | 19 | 25 | 12 | 15 | -14.1% |
| 72347 | 19 | 25 | 11 | 15 | -9.7% |
| 72347 | 19 | 25 | 12 | 15 | -14.1% |
| 72347 | 19 | 25 | 11 | 15 | -9.7% |
| 72348 | 21 | 25 | 13 | 12 | -8.0% |
| 72348 | 21 | 25 | 17 | 15 | -12.4% |
| 72348 | 21 | 25 | 09 | 12 | 11.9% |
| 72348 | 21 | 25 | 14 | 12 | -12.4% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72350 | 19 | 25 | 13 | 19 | -0.5% |
| 72351 | 19 | 25 | 15 | 21 | -0.5% |
| 72354 | 19 | 25 | 11 | 17 | -0.5% |
| 72355 | 14 | 25 | 16 | 16 | 3.9% |
| 72355 | 14 | 25 | 15 | 16 | 9.2% |
| 72355 | 14 | 25 | 16 | 16 | 3.9% |
| 72355 | 14 | 25 | 15 | 16 | 9.2% |
| 72358 | 19 | 25 | 16 | 22 | -0.5% |
| 72360 | 19 | 25 | 08 | 13 | -5.2% |
| 72360 | 19 | 25 | 05 | 13 | 9.7% |
| 72364 | 21 | 25 | 11 | 12 | 1.5% |
| 72365 | 19 | 25 | 12 | 18 | -0.5% |
| 72366 | 14 | 25 | 15 | 15 | 3.9% |
| 72366 | 14 | 25 | 13 | 15 | 14.6% |
| 72367 | 14 | 25 | 17 | 16 | -1.0% |
| 72368 | 19 | 25 | 16 | 20 | -9.8% |
| 72369 | 14 | 25 | 17 | 13 | -14.5% |
| 72370 | 19 | 25 | 15 | 19 | -9.8% |
| 72370 | 19 | 25 | 13 | 19 | -0.5% |
| 72372 | 19 | 25 | 09 | 13 | -9.7% |
| 72373 | 19 | 25 | 12 | 15 | -14.1% |
| 72373 | 19 | 25 | 09 | 15 | -0.4% |
| 72374 | 14 | 25 | 14 | 14 | 3.9% |
| 72376 | 21 | 25 | 17 | 17 | -3.4% |
| 72379 | 17 | 25 | 18 | 20 | -1.1% |
| 72384 | 21 | 25 | 14 | 14 | -3.4% |
| 72386 | 19 | 25 | 13 | 18 | -5.2% |
| 72386 | 19 | 25 | 12 | 18 | -0.5% |
| 72390 | 14 | 25 | 13 | 13 | 3.9% |
| 72392 | 19 | 25 | 07 | 13 | -0.5% |
| 72394 | 19 | 25 | 08 | 14 | -0.5% |
| 72395 | 19 | 25 | 14 | 20 | -0.5% |
| 72396 | 19 | 25 | 09 | 15 | -0.4% |
| 72401 | 16 | 30 | 08 | 08 | 1.4% |
| 72404 | 16 | 30 | 10 | 10 | 1.4% |
| 72410 | 16 | 30 | 13 | 12 | -3.4% |
| 72411 | 16 | 30 | 10 | 08 | -8.0% |
| 72411 | 16 | 30 | 09 | 08 | -3.4% |
| 72412 | 16 | 30 | 14 | 14 | 1.4% |
| 72413 | 16 | 30 | 11 | 11 | 1.4% |
| 72414 | 16 | 30 | 11 | 10 | -3.4% |
| 72415 | 16 | 30 | 13 | 10 | -12.4% |
| 72415 | 16 | 30 | 11 | 10 | -3.4% |
| 72416 | 16 | 30 | 07 | 07 | 1.4% |
| 72417 | 16 | 30 | 08 | 08 | 1.4% |
| 72419 | 16 | 30 | 15 | 14 | -3.4% |
| 72419 | 16 | 30 | 14 | 14 | 1.4% |
| 72421 | 16 | 30 | 13 | 12 | -3.4% |
| 72421 | 16 | 30 | 11 | 12 | 6.5% |
| 72422 | 16 | 30 | 12 | 12 | 1.4% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72425 | 16 | 30 | 14 | 14 | 1.4% |
| 72426 | 19 | 25 | 15 | 21 | -0.5% |
| 72428 | 19 | 25 | 16 | 22 | -0.5% |
| 72429 | 19 | 25 | 13 | 17 | -9.7% |
| 72430 | 16 | 30 | 15 | 15 | 1.4% |
| 72432 | 19 | 25 | 08 | 14 | -0.5% |
| 72432 | 19 | 25 | 07 | 14 | 4.5% |
| 72433 | 16 | 30 | 14 | 13 | -3.4% |
| 72433 | 16 | 30 | 12 | 13 | 6.5% |
| 72434 | 16 | 30 | 13 | 10 | -12.4% |
| 72434 | 16 | 30 | 10 | 09 | -3.5% |
| 72435 | 16 | 30 | 14 | 14 | 1.4% |
| 72436 | 16 | 30 | 13 | 13 | 1.4% |
| 72437 | 16 | 30 | 10 | 07 | -12.4% |
| 72437 | 16 | 30 | 07 | 07 | 1.4% |
| 72438 | 19 | 25 | 14 | 20 | -0.5% |
| 72440 | 16 | 30 | 11 | 10 | -3.4% |
| 72441 | 16 | 30 | 14 | 11 | -12.4% |
| 72442 | 19 | 25 | 12 | 19 | 4.5% |
| 72443 | 16 | 30 | 14 | 14 | 1.4% |
| 72443 | 16 | 30 | 13 | 14 | 6.5% |
| 72444 | 16 | 30 | 14 | 14 | 1.4% |
| 72445 | 16 | 30 | 14 | 13 | -3.4% |
| 72447 | 16 | 30 | 13 | 13 | 1.4% |
| 72449 | 16 | 30 | 14 | 13 | -3.4% |
| 72450 | 16 | 30 | 11 | 12 | 6.5% |
| 72453 | 16 | 30 | 14 | 14 | 1.4% |
| 72454 | 16 | 30 | 16 | 16 | 1.4% |
| 72454 | 16 | 30 | 15 | 16 | 6.5% |
| 72455 | 16 | 30 | 10 | 10 | 1.4% |
| 72455 | 16 | 30 | 09 | 10 | 6.5% |
| 72456 | 16 | 30 | 16 | 16 | 1.4% |
| 72457 | 16 | 30 | 11 | 10 | -3.4% |
| 72458 | 16 | 30 | 11 | 10 | -3.4% |
| 72459 | 16 | 30 | 13 | 10 | -12.4% |
| 72459 | 16 | 30 | 11 | 10 | -3.4% |
| 72460 | 16 | 30 | 14 | 13 | -3.4% |
| 72461 | 16 | 30 | 15 | 15 | 1.4% |
| 72461 | 16 | 30 | 14 | 15 | 6.5% |
| 72464 | 16 | 30 | 17 | 17 | 1.4% |
| 72465 | 16 | 30 | 14 | 12 | -8.0% |
| 72466 | 16 | 30 | 13 | 10 | -12.4% |
| 72466 | 16 | 30 | 11 | 10 | -3.4% |
| 72467 | 16 | 30 | 08 | 09 | 6.4% |
| 72469 | 16 | 30 | 13 | 10 | -12.4% |
| 72469 | 16 | 30 | 12 | 09 | -12.5% |
| 72469 | 16 | 30 | 10 | 09 | -3.5% |
| 72470 | 16 | 30 | 16 | 16 | 1.4% |
| 72470 | 16 | 30 | 10 | 12 | 11.8% |
| 72471 | 16 | 30 | 13 | 12 | -3.4% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72472 | 19 | 25 | 06 | 13 | 4.5% |
| 72473 | 16 | 30 | 13 | 12 | -3.4% |
| 72476 | 16 | 30 | 13 | 10 | -12.4% |
| 72476 | 16 | 30 | 08 | 08 | 1.4% |
| 72478 | 16 | 30 | 11 | 10 | -3.4% |
| 72479 | 19 | 25 | 15 | 18 | -14.1% |
| 72479 | 19 | 25 | 08 | 15 | 4.5% |
| 72482 | 13 | 13 | 14 | 13 | -6.1% |
| 72501 | 13 | 13 | 10 | 11 | 3.5% |
| 72512 | 13 | 13 | 09 | 09 | -1.4% |
| 72513 | 13 | 13 | 10 | 10 | -1.4% |
| 72515 | 13 | 13 | 14 | 11 | -14.9% |
| 72517 | 13 | 13 | 13 | 13 | -1.4% |
| 72519 | 13 | 13 | 12 | 10 | -10.6% |
| 72519 | 13 | 13 | 13 | 10 | -14.9% |
| 72519 | 13 | 13 | 10 | 10 | -1.4% |
| 72519 | 13 | 13 | 08 | 10 | 8.7% |
| 72519 | 13 | 13 | 10 | 10 | -1.4% |
| 72520 | 13 | 13 | 14 | 13 | -6.1% |
| 72521 | 13 | 13 | 09 | 09 | -1.4% |
| 72521 | 13 | 13 | 08 | 09 | 3.5% |
| 72522 | 13 | 13 | 14 | 13 | -6.1% |
| 72523 | 11 | 30 | 14 | 13 | -1.1% |
| 72524 | 13 | 13 | 14 | 13 | -6.1% |
| 72527 | 13 | 13 | 14 | 13 | -6.1% |
| 72528 | 13 | 13 | 14 | 13 | -6.1% |
| 72529 | 13 | 13 | 09 | 09 | -1.4% |
| 72530 | 11 | 30 | 14 | 13 | -1.1% |
| 72531 | 13 | 13 | 14 | 13 | -6.1% |
| 72532 | 13 | 13 | 09 | 09 | -1.4% |
| 72533 | 11 | 30 | 14 | 14 | 3.8% |
| 72534 | 13 | 13 | 14 | 14 | -1.4% |
| 72536 | 13 | 13 | 14 | 14 | -1.4% |
| 72537 | 10 | 10 | 10 | 10 | -0.5% |
| 72538 | 13 | 13 | 14 | 14 | -1.4% |
| 72539 | 13 | 13 | 14 | 14 | -1.4% |
| 72540 | 13 | 13 | 14 | 15 | 3.5% |
| 72542 | 13 | 13 | 10 | 10 | -1.4% |
| 72543 | 11 | 30 | 08 | 07 | -1.1% |
| 72544 | 10 | 10 | 09 | 10 | 4.5% |
| 72546 | 11 | 30 | 14 | 12 | -5.8% |
| 72550 | 13 | 13 | 14 | 13 | -6.1% |
| 72553 | 13 | 13 | 10 | 10 | -1.4% |
| 72554 | 13 | 13 | 12 | 09 | -14.9% |
| 72554 | 13 | 13 | 09 | 09 | -1.4% |
| 72555 | 11 | 30 | 14 | 13 | -1.1% |
| 72556 | 13 | 13 | 15 | 15 | -1.4% |
| 72556 | 13 | 13 | 14 | 15 | 3.5% |
| 72560 | 11 | 30 | 14 | 14 | 3.8% |
| 72561 | 13 | 13 | 14 | 14 | -1.4% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72562 | 13 | 13 | 10 | 09 | -6.1% |
| 72562 | 13 | 13 | 09 | 09 | -1.4% |
| 72564 | 13 | 13 | 08 | 08 | -1.4% |
| 72565 | 13 | 13 | 12 | 12 | -1.4% |
| 72566 | 13 | 13 | 14 | 14 | -1.4% |
| 72567 | 11 | 30 | 14 | 13 | -1.1% |
| 72568 | 13 | 13 | 13 | 13 | -1.4% |
| 72569 | 13 | 13 | 14 | 14 | -1.4% |
| 72571 | 13 | 13 | 14 | 14 | -1.4% |
| 72572 | 16 | 30 | 14 | 13 | -3.4% |
| 72573 | 13 | 13 | 12 | 10 | -10.6% |
| 72573 | 13 | 13 | 09 | 10 | 3.6% |
| 72576 | 13 | 13 | 12 | 09 | -14.9% |
| 72576 | 13 | 13 | 08 | 08 | -1.4% |
| 72577 | 13 | 13 | 14 | 14 | -1.4% |
| 72578 | 13 | 13 | 14 | 14 | -1.4% |
| 72579 | 13 | 13 | 12 | 12 | -1.4% |
| 72581 | 11 | 30 | 14 | 12 | -5.8% |
| 72583 | 13 | 13 | 12 | 09 | -14.9% |
| 72583 | 13 | 13 | 07 | 09 | 8.6% |
| 72584 | 13 | 13 | 14 | 14 | -1.4% |
| 72585 | 13 | 13 | 14 | 14 | -1.4% |
| 72587 | 13 | 13 | 14 | 14 | -1.4% |
| 72601 | 10 | 10 | 14 | 12 | -9.8% |
| 72601 | 10 | 10 | 12 | 12 | -0.5% |
| 72610 | 11 | 30 | 14 | 12 | -5.8% |
| 72611 | 10 | 10 | 15 | 12 | -14.1% |
| 72611 | 10 | 10 | 12 | 12 | -0.5% |
| 72616 | 10 | 10 | 13 | 12 | -5.3% |
| 72616 | 10 | 10 | 12 | 12 | -0.5% |
| 72617 | 10 | 10 | 17 | 17 | -0.5% |
| 72619 | 10 | 10 | 13 | 12 | -5.3% |
| 72619 | 10 | 10 | 10 | 12 | 9.7% |
| 72623 | 10 | 10 | 14 | 14 | -0.5% |
| 72624 | 11 | 30 | 14 | 13 | -1.1% |
| 72626 | 10 | 10 | 12 | 12 | -0.5% |
| 72626 | 10 | 10 | 10 | 12 | 9.7% |
| 72628 | 11 | 30 | 14 | 13 | -1.1% |
| 72629 | 11 | 30 | 14 | 13 | -1.1% |
| 72631 | 10 | 10 | 13 | 10 | -14.1% |
| 72631 | 10 | 10 | 10 | 10 | -0.5% |
| 72632 | 10 | 10 | 13 | 10 | -14.1% |
| 72632 | 10 | 10 | 10 | 10 | -0.5% |
| 72633 | 10 | 10 | 15 | 13 | -9.8% |
| 72634 | 10 | 10 | 11 | 12 | 4.5% |
| 72634 | 10 | 10 | 10 | 12 | 9.7% |
| 72635 | 10 | 10 | 08 | 09 | 4.4% |
| 72638 | 10 | 10 | 14 | 14 | -0.5% |
| 72638 | 10 | 10 | 16 | 14 | -9.8% |
| 72638 | 10 | 10 | 14 | 14 | -0.5% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72639 | 11 | 30 | 14 | 13 | -1.1% |
| 72640 | 11 | 30 | 14 | 12 | -5.8% |
| 72641 | 11 | 30 | 14 | 13 | -1.1% |
| 72642 | 10 | 10 | 09 | 10 | 4.5% |
| 72644 | 10 | 10 | 14 | 13 | -5.3% |
| 72644 | 10 | 10 | 13 | 13 | -0.5% |
| 72645 | 11 | 30 | 14 | 13 | -1.1% |
| 72648 | 11 | 30 | 14 | 12 | -5.8% |
| 72650 | 11 | 30 | 14 | 13 | -1.1% |
| 72651 | 10 | 10 | 09 | 10 | 4.5% |
| 72653 | 10 | 10 | 10 | 10 | -0.5% |
| 72653 | 10 | 10 | 09 | 10 | 4.5% |
| 72655 | 11 | 30 | 14 | 13 | -1.1% |
| 72658 | 10 | 10 | 13 | 14 | 4.4% |
| 72658 | 10 | 10 | 12 | 14 | 9.6% |
| 72660 | 10 | 10 | 13 | 11 | -9.8% |
| 72660 | 10 | 10 | 11 | 11 | -0.5% |
| 72661 | 10 | 10 | 14 | 14 | -0.5% |
| 72662 | 10 | 10 | 15 | 15 | -0.5% |
| 72663 | 11 | 30 | 14 | 13 | -1.1% |
| 72666 | 11 | 30 | 14 | 12 | -5.8% |
| 72668 | 10 | 10 | 14 | 14 | -0.5% |
| 72669 | 11 | 30 | 14 | 12 | -5.8% |
| 72670 | 11 | 30 | 14 | 12 | -5.8% |
| 72675 | 11 | 30 | 12 | 11 | -1.1% |
| 72675 | 11 | 30 | 13 | 11 | -5.8% |
| 72675 | 11 | 30 | 12 | 11 | -1.1% |
| 72675 | 11 | 30 | 13 | 11 | -5.8% |
| 72679 | 11 | 30 | 14 | 13 | -1.1% |
| 72680 | 11 | 30 | 14 | 13 | -1.1% |
| 72682 | 10 | 10 | 13 | 13 | -0.5% |
| 72683 | 11 | 30 | 14 | 13 | -1.1% |
| 72685 | 11 | 30 | 11 | 10 | -1.1% |
| 72686 | 11 | 30 | 14 | 13 | -1.1% |
| 72687 | 10 | 10 | 13 | 12 | -5.3% |
| 72687 | 10 | 10 | 10 | 12 | 9.7% |
| 72701 | 10 | 10 | 11 | 11 | -0.5% |
| 72703 | 10 | 10 | 10 | 10 | -0.5% |
| 72704 | 10 | 10 | 10 | 10 | -0.5% |
| 72712 | 10 | 10 | 05 | 06 | 4.4% |
| 72714 | 10 | 10 | 05 | 06 | 4.4% |
| 72715 | 10 | 10 | 06 | 07 | 4.4% |
| 72717 | 10 | 10 | 14 | 14 | -0.5% |
| 72718 | 10 | 10 | 10 | 11 | 4.4% |
| 72719 | 10 | 10 | 06 | 06 | -0.5% |
| 72721 | 10 | 10 | 14 | 14 | -0.5% |
| 72722 | 10 | 10 | 08 | 08 | -0.5% |
| 72727 | 10 | 10 | 11 | 11 | -0.5% |
| 72729 | 10 | 10 | 14 | 14 | -0.5% |
| 72730 | 10 | 10 | 10 | 11 | 4.4% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72732 | 10 | 10 | 14 | 14 | -0.5% |
| 72734 | 10 | 10 | 10 | 10 | -0.5% |
| 72736 | 10 | 10 | 07 | 08 | 4.4% |
| 72738 | 10 | 10 | 14 | 12 | -9.8% |
| 72739 | 10 | 10 | 07 | 08 | 4.4% |
| 72740 | 10 | 10 | 13 | 12 | -5.3% |
| 72740 | 10 | 10 | 12 | 12 | -0.5% |
| 72742 | 10 | 10 | 14 | 14 | -0.5% |
| 72744 | 10 | 10 | 11 | 12 | 4.5% |
| 72745 | 10 | 10 | 10 | 10 | -0.5% |
| 72747 | 10 | 10 | 14 | 12 | -9.8% |
| 72749 | 10 | 10 | 14 | 14 | -0.5% |
| 72751 | 10 | 10 | 07 | 08 | 4.4% |
| 72752 | 10 | 10 | 15 | 15 | -0.5% |
| 72753 | 10 | 10 | 11 | 12 | 4.5% |
| 72756 | 10 | 10 | 11 | 11 | -0.5% |
| 72758 | 10 | 10 | 10 | 10 | -0.5% |
| 72760 | 10 | 10 | 13 | 10 | -14.1% |
| 72760 | 10 | 10 | 09 | 09 | -0.5% |
| 72761 | 10 | 10 | 11 | 11 | -0.5% |
| 72762 | 10 | 10 | 08 | 09 | 4.4% |
| 72764 | 10 | 10 | 08 | 08 | -0.5% |
| 72768 | 10 | 10 | 07 | 08 | 4.4% |
| 72769 | 10 | 10 | 14 | 14 | -0.5% |
| 72773 | 10 | 10 | 14 | 14 | -0.5% |
| 72774 | 10 | 10 | 11 | 12 | 4.5% |
| 72776 | 10 | 10 | 14 | 14 | -0.5% |
| 72801 | 11 | 30 | 10 | 09 | -1.1% |
| 72801 | 11 | 30 | 09 | 09 | 3.8% |
| 72802 | 11 | 30 | 10 | 09 | -1.1% |
| 72802 | 11 | 30 | 09 | 09 | 3.8% |
| 72820 | 10 | 10 | 15 | 13 | -9.8% |
| 72820 | 10 | 10 | 16 | 13 | -14.1% |
| 72820 | 10 | 10 | 15 | 13 | -9.8% |
| 72820 | 10 | 10 | 16 | 13 | -14.1% |
| 72821 | 10 | 10 | 14 | 13 | -5.3% |
| 72821 | 10 | 10 | 11 | 13 | 9.7% |
| 72823 | 11 | 30 | 11 | 09 | -5.8% |
| 72823 | 11 | 30 | 10 | 09 | -1.1% |
| 72824 | 11 | 30 | 11 | 10 | -1.1% |
| 72827 | 11 | 30 | 14 | 14 | 3.8% |
| 72828 | 11 | 30 | 15 | 15 | 3.8% |
| 72830 | 11 | 30 | 11 | 09 | -5.8% |
| 72830 | 11 | 30 | 09 | 09 | 3.8% |
| 72832 | 11 | 30 | 13 | 09 | -14.6% |
| 72832 | 11 | 30 | 10 | 09 | -1.1% |
| 72833 | 11 | 30 | 11 | 12 | 9.1% |
| 72833 | 11 | 30 | 12 | 12 | 3.8% |
| 72833 | 11 | 30 | 08 | 12 | 0.0% |
| 72833 | 11 | 30 | 10 | 12 | 14.5% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72834 | 11 | 30 | 09 | 08 | -1.1% |
| 72834 | 11 | 30 | 08 | 08 | 3.8% |
| 72835 | 10 | 10 | 14 | 14 | -0.5% |
| 72835 | 10 | 10 | 16 | 14 | -9.8% |
| 72835 | 10 | 10 | 14 | 14 | -0.5% |
| 72835 | 10 | 10 | 16 | 14 | -9.8% |
| 72837 | 11 | 30 | 11 | 10 | -1.1% |
| 72838 | 11 | 30 | 14 | 13 | -1.1% |
| 72839 | 11 | 30 | 14 | 10 | -14.6% |
| 72840 | 11 | 30 | 13 | 11 | -5.8% |
| 72840 | 11 | 30 | 12 | 11 | -1.1% |
| 72841 | 10 | 10 | 17 | 17 | -0.5% |
| 72842 | 11 | 30 | 12 | 11 | -1.1% |
| 72843 | 11 | 30 | 14 | 13 | -1.1% |
| 72845 | 11 | 30 | 13 | 10 | -10.3% |
| 72845 | 11 | 30 | 08 | 10 | 14.5% |
| 72846 | 11 | 30 | 13 | 10 | -10.3% |
| 72846 | 11 | 30 | 10 | 10 | 3.8% |
| 72847 | 11 | 30 | 14 | 12 | -5.8% |
| 72851 | 10 | 10 | 15 | 15 | -0.5% |
| 72852 | 11 | 30 | 14 | 13 | -1.1% |
| 72853 | 11 | 30 | 12 | 12 | 3.8% |
| 72854 | 11 | 30 | 14 | 13 | -1.1% |
| 72855 | 10 | 10 | 16 | 13 | -14.1% |
| 72855 | 10 | 10 | 12 | 13 | 4.4% |
| 72856 | 11 | 30 | 14 | 13 | -1.1% |
| 72857 | 11 | 30 | 12 | 12 | 3.8% |
| 72857 | 11 | 30 | 10 | 12 | 14.5% |
| 72858 | 11 | 30 | 10 | 10 | 3.8% |
| 72860 | 11 | 30 | 14 | 14 | 3.8% |
| 72863 | 10 | 10 | 15 | 15 | -0.5% |
| 72865 | 10 | 10 | 16 | 15 | -5.3% |
| 72865 | 10 | 10 | 15 | 15 | -0.5% |
| 72901 | 10 | 10 | 13 | 10 | -14.1% |
| 72901 | 10 | 10 | 07 | 07 | -0.5% |
| 72903 | 10 | 10 | 13 | 10 | -14.1% |
| 72903 | 10 | 10 | 09 | 10 | 4.5% |
| 72904 | 10 | 10 | 13 | 07 | 0.0% |
| 72904 | 10 | 10 | 07 | 07 | -0.5% |
| 72905 | 10 | 10 | 14 | 14 | -0.5% |
| 72905 | 10 | 10 | 16 | 14 | -9.8% |
| 72908 | 10 | 10 | 08 | 09 | 4.4% |
| 72916 | 10 | 10 | 09 | 11 | 9.7% |
| 72916 | 10 | 10 | 11 | 12 | 4.5% |
| 72921 | 10 | 10 | 13 | 14 | 4.4% |
| 72923 | 10 | 10 | 11 | 12 | 4.5% |
| 72924 | 10 | 10 | 14 | 12 | -9.8% |
| 72926 | 10 | 10 | 15 | 15 | -0.5% |
| 72927 | 10 | 10 | 16 | 15 | -5.3% |
| 72927 | 10 | 10 | 15 | 15 | -0.5% |

Exhibit A
Arkansas
Non-Tenant Homeowners
Subzone Change by ZIP

| ZIP | Current Zone | Revised Zone | Current Subzone | Revised Subzone | Subzone Change |
|-------|--------------|--------------|-----------------|-----------------|----------------|
| 72928 | 10 | 10 | 14 | 14 | -0.5% |
| 72930 | 10 | 10 | 17 | 17 | -0.5% |
| 72932 | 10 | 10 | 14 | 14 | -0.5% |
| 72933 | 10 | 10 | 14 | 14 | -0.5% |
| 72934 | 10 | 10 | 14 | 15 | 4.4% |
| 72936 | 10 | 10 | 13 | 13 | -0.5% |
| 72936 | 10 | 10 | 12 | 13 | 4.4% |
| 72937 | 10 | 10 | 14 | 14 | -0.5% |
| 72938 | 10 | 10 | 14 | 14 | -0.5% |
| 72940 | 10 | 10 | 14 | 14 | -0.5% |
| 72941 | 10 | 10 | 16 | 15 | -5.3% |
| 72941 | 10 | 10 | 15 | 15 | -0.5% |
| 72943 | 10 | 10 | 16 | 14 | -9.8% |
| 72943 | 10 | 10 | 14 | 14 | -0.5% |
| 72944 | 10 | 10 | 14 | 13 | -5.3% |
| 72944 | 10 | 10 | 13 | 13 | -0.5% |
| 72946 | 10 | 10 | 14 | 15 | 4.4% |
| 72947 | 10 | 10 | 14 | 13 | -5.3% |
| 72947 | 10 | 10 | 13 | 13 | -0.5% |
| 72948 | 10 | 10 | 14 | 15 | 4.4% |
| 72949 | 10 | 10 | 14 | 13 | -5.3% |
| 72949 | 10 | 10 | 13 | 13 | -0.5% |
| 72950 | 10 | 10 | 16 | 16 | -0.5% |
| 72951 | 10 | 10 | 14 | 14 | -0.5% |
| 72952 | 10 | 10 | 13 | 14 | 4.4% |
| 72955 | 10 | 10 | 14 | 14 | -0.5% |
| 72956 | 10 | 10 | 13 | 13 | -0.5% |
| 72958 | 10 | 10 | 15 | 14 | -5.3% |
| 72958 | 10 | 10 | 14 | 14 | -0.5% |
| 72959 | 10 | 10 | 14 | 14 | -0.5% |

Exhibit B
State Farm Fire and Casualty Company
Arkansas Non-Tenant Homeowners
Subzone Analysis
Example Calculations for an Individual Defined Area

| <u>Item</u> | <u>Description</u> | <u>Defined Area</u> | <u>Statewide</u> | <u>Calculation</u> |
|-------------|---|---------------------|------------------|---|
| 1 | ZIP Code | 72715 | | |
| 2 | Zone | 10 | | |
| 3 | Subzone | 06 | | |
| 4 | Non-Cat Non-W/H Loss & ALAE Pure Premium | 245.34 | 255.36 | |
| 5 | Non-Cat Non-W/H Loss & ALAE Pure Premium Relative to Statewide | 0.9608 | 1.0000 | (4) / SW(4) |
| 6 | Current Base Rate (Zone Base Rate x Subzone Relativity) | 855.66 | 1158.85 | |
| 7 | Current Level Average Rate | 708.32 | 813.52 | |
| 8 | Average Rate Modification | 0.8278 | 0.7020 | (7) / (6) |
| 9 | Average Rate Modification Relative to Statewide | 1.1792 | 1.0000 | (8) / SW(8) |
| 10 | Pure Premium Relativity Adjusted for Average Rate Modification | 0.8148 | 1.0174 | (5) / (9) (SW is wtd. average over all DA) |
| 11 | Adjusted Pure Premium Relativity Balanced to Statewide | 0.8008 | 1.0000 | (10) / SW(10) |
| 12 | Distance-Weighted Pure Premium Relativity | 0.6217 | 0.9530 | See Exhibit C (SW is wtd. average over all DA) |
| 13 | Distance-Weighted Pure Premium Relativity Balanced to Statewide | 0.6524 | 1.0000 | (12) / SW(12) |
| 14 | Distance-Weighted Non-Cat Non-W/H Loss & ALAE Pure Premium | 196.46 | 252.42 | (9) x (13) x SW(4) (SW is wtd. average over all DA) |
| 15 | (14) Balanced to Statewide | 198.74 | 255.36 | (14) * SW(4) / SW(14) |
| 16 | Non-Cat W/H Loss & ALAE per Policy | 71.36 | 52.92 | |
| 17 | Non-Cat ULAE per Policy | 61.27 | 69.93 | |
| 18 | Cat Loss & LAE per Policy | 201.27 | 149.26 | |
| 19 | Total Loss & LAE Pure Premium | 532.65 | 527.47 | (15) + (16) + (17) + (18) |
| 20 | Total Pure Premium Relative to Statewide | 1.0098 | 1.0000 | (19) / SW(19) |
| 21 | Fixed Expense Provision (per exposure) | | 96.48 | |
| 22 | Variable Expense Provision (percentage of premium) | | 16.6% | |
| 23 | Profit & Contingencies Provision (percentage of premium) | | 7.0% | |
| 24 | Fixed Expense Provision | | 15.53% | [SW(21) / SW(7)] / [1 - SW(22) - SW(23)] |
| 25 | Initial Indicated Premium Relativity | 1.0083 | 1.0000 | [(20) x [1 - SW(24)]] + SW(24) |
| 26 | Initial Indicated Current Level Average Rate | 820.27 | 813.52 | (25) x SW(7) |
| 27 | Initial Indicated Base Rate | 990.90 | 1,158.85 | (26) / (8) |
| 28 | Credibility of the Complement | 0.0051 | | |
| 29 | Credibility Weighted Base Rate | 990.21 | 1,158.85 | (27) * [1 - (28)] + (6) * (28) |
| 30 | Credibility Weighted Current Level Average Rate | 819.70 | 813.52 | (29) * (8) |
| 31 | Indicated Base Rate | 990.21 | 1,158.85 | (30) / (8) |
| 32 | Indicated Zone Base Rate | 1034.00 | | (31) weighted by exposure for zone |
| 33 | Indicated Subzone Factor | 0.958 | | (31) / (32) |
| 34 | Proposed Subzone Factor | 0.864 | | Nearest factor to (33) subject to cap |
| 35 | Proposed Subzone | 07 | | Subzone Table |

Exhibit C
State Farm Fire and Casualty Company
Arkansas Non-Tenant Homeowners
Subzone Analysis
Distance Weighting for ZIP Code 72715

| ZIP Code | (1) Distance | (2) Distance Factor | (3) Weight | (4) Weight Adjusted by Distance Factor | (5) Balanced and Adjusted by Distance Factor | (6) Pure Premium Relative To Statewide |
|----------|-----------------|------------------------|---------------|--|--|--|
| 72715 | 0.000 | 1.000 | 0.5013 | 0.5013 | 0.5064 | 0.8008 |
| 72739 | 3.932 | 0.985 | 0.0054 | 0.0053 | 0.0053 | 1.5294 |
| 72714 | 5.036 | 0.980 | 0.4934 | 0.4834 | 0.4883 | 0.4262 |
| Total | | | 1.0000 | 0.9899 | 1.0000 | 0.6217 |

- (1) Distance in miles from ZIP Code 72715
- (2) Distance Factor varies inversely with the distance to ZIP Code 72715
- (3) Weight determined by the amount of exposure utilized in each ZIP Code until credibility standard is met
- (4) Weight adjusted by Distance Factor (4) = (2) * (3)
- (5) Weight adjusted by Distance Factor and balanced
- (6) Non-Cat Non-W/H Pure Premium Relative to Statewide
- (6) Total is Non-Cat Non-W/H Pure Premiums for each ZIP Code weighted by (5)