Filing at a Glance

Company: Nationwide Mutual Fire Insurance Company.

Product Name: Homeowners	SERFF Tr Num: NWPC-126053050	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: 09H-6177AR-JM	State Status: Fees verified and received
Filing Type: Rate/Rule	Co Status:	Reviewer(s): Becky Harrington, Betty Montesi
	Author: Filings F	Disposition Date: 05/13/2009
	Date Submitted: 03/05/2009	Disposition Status: Filed
Effective Date Requested (New): 08/18/2009		Effective Date (New):
Effective Date Requested (Renewal): 08/18/2009		Effective Date (Renewal):

State Filing Description:

General Information

Project Name: Arkansas Homeowners	Status of Filing in Domicile: Not Filed
Project Number: 09H-6177AR-JM	Domicile Status Comments:
Reference Organization:	Reference Number:
Reference Title:	Advisory Org. Circular:
Filing Status Changed: 05/13/2009	
State Status Changed: 03/06/2009	Deemer Date:
Corresponding Filing Tracking Number:	

Filing Description:

To implement overall base rate change. Remove Protection Class deviations from ISO and associated manual page revisions. Iimplement an Associate Discount. Update some Financial Responsibility Class factors. Revise Earthquake factors and deductible options.

Company and Contact

Filing Contact Information

Joseph Mesaros, Actuarial Statistical-Support Sr. Analyst
One Nationwide Plaza
Columbus, OH 43215

mesaroj@nationwide.com
(614) 249-6647 [Phone]
(614) 249-3885[FAX]

Filing Company Information

Nationwide Mutual Fire Insurance Company.	CoCode: 23779	State of Domicile: Ohio
One Nationwide Plaza	Group Code: 140	Company Type: Property and Casualty
Columbus, OH 43215	Group Name: Nationwide Insurance	State ID Number:
(614) 249-7022 ext. [Phone]	FEIN Number: 31-4177110	

Filing Fees

Fee Required?	Yes
Fee Amount:	$100.00
Retaliatory?	No
Fee Explanation:	One Filing X $100 = $100
	We have one rate/rule filing associated with the Nationwide Mutual Fire Insurance Company.
Per Company:	No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Nationwide Mutual Fire Insurance Company.	$100.00	03/05/2009	26178400

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Becky Harrington	05/13/2009	05/13/2009
Filed	Becky Harrington	03/20/2009	03/20/2009

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	05/13/2009	05/13/2009	Filings F	05/13/2009	05/13/2009
Pending Industry Response	Becky Harrington	03/11/2009	03/11/2009	Filings F	03/19/2009	03/19/2009

Amendments

Item	Schedule	Created By	Created On	Date Submitted
HO Manual Pages	Supporting Document	Filings F	03/19/2009	03/20/2009
Response to Objections	Supporting Document	Filings F	03/19/2009	03/20/2009
Exhibit A	Supporting Document	Filings F	03/19/2009	03/20/2009

Filing Notes

Subject	Note Type	Created By	Created On	Date Submitted
Removal of Mobile Home Earthquake	Note To Reviewer	Filings F	05/12/2009	05/12/2009

rate increase

Revised Pages	Note To Filer	Becky Harrington	03/20/2009	03/20/2009

Disposition

Disposition Date: 05/13/2009

Effective Date (New):

Effective Date (Renewal):

Status: Filed

Comment: to re-close after amendments.

MH EQ rate changes were removed.

Rate data does NOT apply to filing.

SERFF Tracking Number:	*NWPC-126053050*	*State:*	*Arkansas*
Filing Company:	*Nationwide Mutual Fire Insurance Company.*	*State Tracking Number:*	*EFT $100*
Company Tracking Number:	*09H-6177AR-JM*		
TOI:	*04.0 Homeowners*	*Sub-TOI:*	*04.0000 Homeowners Sub-TOI Combinations*
Product Name:	*Homeowners*		
Project Name/Number:	*Arkansas Homeowners/09H-6177AR-JM*		

Item Type	Item Name	Item Status	Public Access
Supporting Document *(revised)*	Homeowner Filing Exhibits	Filed	Yes
Supporting Document	Form RF-2 Loss Costs Only (not for workers' compensation)		Yes
Supporting Document	AR Amendment Cover letter	Filed	Yes
Supporting Document	H-1 Homeowners Abstract	Filed	Yes
Supporting Document *(revised)*	HPCS-Homeowners Premium Comparison Survey	Filed	Yes
Supporting Document	NAIC loss cost data entry document	Filed	Yes
Supporting Document *(revised)*	Transmittal Document	Filed	Yes
Supporting Document	Rate Filing Schedule	Filed	Yes
Supporting Document	Financial Needs Model	Filed	Yes
Supporting Document *(revised)*	HO Manual Pages	Filed	Yes
Supporting Document	MH Manual Pages	Filed	Yes
Supporting Document	Response to Objections	Filed	Yes
Supporting Document	Exhibit A	Filed	Yes
Supporting Document	Revised Exhibit I and Exhibit X	Filed	Yes
Supporting Document	Homeowner Filing Exhibits		Yes
Supporting Document	HPCS-Homeowners Premium Comparison Survey		Yes
Supporting Document	Transmittal Document		Yes
Supporting Document	HO Manual Pages		Yes

Disposition

Disposition Date: 03/20/2009

Effective Date (New): 08/18/2009

Effective Date (Renewal): 08/18/2009

Status: Filed

Comment:

Rate data does NOT apply to filing.

SERFF Tracking Number:	*NWPC-126053050*	*State:*	*Arkansas*
Filing Company:	*Nationwide Mutual Fire Insurance Company.*	*State Tracking Number:*	*EFT $100*
Company Tracking Number:	*09H-6177AR-JM*		
TOI:	*04.0 Homeowners*	*Sub-TOI:*	*04.0000 Homeowners Sub-TOI Combinations*
Product Name:	*Homeowners*		
Project Name/Number:	*Arkansas Homeowners/09H-6177AR-JM*		

Item Type	Item Name	Item Status	Public Access
Supporting Document *(revised)*	Homeowner Filing Exhibits	Filed	Yes
Supporting Document	Form RF-2 Loss Costs Only (not for workers' compensation)		Yes
Supporting Document	AR Amendment Cover letter	Filed	Yes
Supporting Document	H-1 Homeowners Abstract	Filed	Yes
Supporting Document *(revised)*	HPCS-Homeowners Premium Comparison Survey	Filed	Yes
Supporting Document	NAIC loss cost data entry document	Filed	Yes
Supporting Document *(revised)*	Transmittal Document	Filed	Yes
Supporting Document	Rate Filing Schedule	Filed	Yes
Supporting Document	Financial Needs Model	Filed	Yes
Supporting Document *(revised)*	HO Manual Pages	Filed	Yes
Supporting Document	MH Manual Pages	Filed	Yes
Supporting Document	Response to Objections	Filed	Yes
Supporting Document	Exhibit A	Filed	Yes
Supporting Document	Revised Exhibit I and Exhibit X	Filed	Yes
Supporting Document	Homeowner Filing Exhibits		Yes
Supporting Document	HPCS-Homeowners Premium Comparison Survey		Yes
Supporting Document	Transmittal Document		Yes
Supporting Document	HO Manual Pages		Yes

Objection Letter

Objection Letter Status	Pending Industry Response
Objection Letter Date	05/13/2009
Submitted Date	05/13/2009
Respond By Date	

Dear Joseph Mesaros,

This will acknowledge receipt of the note to reviewer.

Objection 1
No Objections
Comment: I am unable to find new exhibits I and X, referenced in your note to reviewer. The only revision I can find is a revised transmittal document, but I am unable to see any changes from the previous one.

Please feel free to contact me if you have questions.
Sincerely,
Becky Harrington

Response Letter

Response Letter Status	Submitted to State
Response Letter Date	05/13/2009
Submitted Date	05/13/2009

Dear Becky Harrington,

Comments:
I apologize for the difficulty in locating the Revised Exhibit I and Exhibit X. For convenience I have attached the Revised Exhibit I and Exhibit X as a separate attachment in the Supporting Documentation tab.

Response 1

Comments: Please note that the impact of elimination of the Mobile Home Earthquake rate increase did not alter the overall rate change requested. However, the Proposed/Resolved Rate Level Change column in Exhibit I did change from 8.7 percent to 0 percent wiith a resultant Selected Premium Effect column change from $83 to $0. Exhibit X now displays the same Mobile Home Earthquake rates for both the current and proposed charts.

Related Objection 1

Comment:

I am unable to find new exhibits I and X, referenced in your note to reviewer. The only revision I can find is a revised transmittal document, but I am unable to see any changes from the previous one.

Changed Items:

Supporting Document Schedule Item Changes

Satisfied -Name: Homeowner Filing Exhibits

Comment: Attached below are the supporting exhibits for the Homeowners Filing. In addition to the orginal exhibits we have attached below the reviised Exhibits I and X to reflect the removal of the requested increase in Mobile Home earthquake rates and associated 15 percent deductible roll from this filing.

Satisfied -Name: AR Amendment Cover letter

Comment: Attached is a cover letter requesting the removal of the 15 percent earthquake deductible roll and accompanying earthquake rate increase originally approved for Moble Home policy holders.

Satisfied -Name: Revised Exhibit I and Exhibit X

Comment: I apologize for the difficulty in locating the Revised Exhibit I and Exhibit X. For convenience I have attached below the revised Exhibit I and Exhibit X. Please note that the impact of elimination of the Mobile Home Earthquake rate increase did not change the overall rate change requested. However, the Proposed/Resolved Rate Level Change column in Exhibit I did change from 8.7 percent to 0 percent wiith a resultant Selected Premium Effect column change from $83 to $0. Exhibit X now displays the same Mobile Home Earthquake rates for both current and proposed charts.

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

Thank you for your patient and kind consideration of this request.

Sincerely,
Filings F

Objection Letter

Objection Letter Status	Pending Industry Response
Objection Letter Date	03/11/2009
Submitted Date	03/11/2009
Respond By Date	

Dear Joseph Mesaros,

This will acknowledge receipt of the captioned filing.

Objection 1

- HPCS-Homeowners Premium Comparison Survey (Supporting Document)

Comment:
Form HPCS must be submitted in Excel spreadsheet format. Companies may not change the form in any way or include formulas.

Objection 2

- NAIC loss cost data entry document (Supporting Document)
- Transmittal Document (Supporting Document)
- Rate Filing Schedule (Supporting Document)

Comment: The rate change percentages on these three documents do not agree. Please explain.

Objection 3

- Homeowner Filing Exhibits (Supporting Document)

Comment: Revised manual pages still show factors for PPC 11. Please explain since ISO does not provide a class 11.

Objection 4

- Homeowner Filing Exhibits (Supporting Document)

Comment: Provide the loss experience to support the new financial responsibility factors. Only the earned exposures/premiums were provided.

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	03/19/2009
Submitted Date	03/19/2009

Dear Becky Harrington,

Comments:
Please find herein our response and revised homeowner manual pages addressing the concerns expressed in your March 11, 2009 response to the Nationwide Mutual Fire Insurance Company rate revision filing NWPC-126053050. Please disregard the formal Arkansas Response to Insurance Department Questions document attached in the Supporting Documents section since all the responses have been pasted into the comments section below.

Response 1

Comments: We apologize for the confusion. The rate changes described in the NAIC loss cost data entry document are limited to the indicated and requested policy form changes only. They do not include the effect on earthquake coverage. The Transmittal Document describes in section 21, Filing Memorandum, first paragraph, the overall premium level increase of 8.5 percent which does include the total premium impact for Homeowners, Tenants and Condominium policy forms as well as the earthquake premium change for those forms. The Rate Filing Schedule, in section 4a, also includes the overall requested premium increase of 8.5 percent. The overall indicated percent change was 13.6 percent. Balancing our rate need with our desire for rate stability we have requested only an 8.5 percent increase. We have revised the Changes By Policy Form section of the Memorandum found in the Revised Form F 777 (attached in the Supporting Documents section)to further clarify the origin of the different rate level percentage changes. Also please refer to Exhibit 1 of the original filing for a more detailed description of the origin of the percents in question.

Related Objection 1

Applies To:

- NAIC loss cost data entry document (Supporting Document)
- Transmittal Document (Supporting Document)
- Rate Filing Schedule (Supporting Document)

Comment:

The rate change percentages on these three documents do not agree. Please explain.

Changed Items:

Supporting Document Schedule Item Changes

Satisfied -Name: Transmittal Document

Comment: The Attached Form F 777 contains the filing memorandum providing details of our filing.

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

Response 2

Comments: Per your instructions, we have attached the HPCS – Homeowners Premium Comparison Survey in Excel format in the Supporting Documents section.

Related Objection 1

Applies To:

- HPCS-Homeowners Premium Comparison Survey (Supporting Document)

Comment:

Form HPCS must be submitted in Excel spreadsheet format. Companies may not change the form in any way or include formulas.

Changed Items:

Supporting Document Schedule Item Changes

Satisfied -Name: HPCS-Homeowners Premium Comparison Survey

Comment: HPCS Attachment Included

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

Response 3

Comments: Thank you for bringing this point to our attention. We no longer use Protection Class 11 and have included with this response revised marked up Homeowners manual pages to reflect that fact. Please see Revised Insert B for Homeowners page H-13 to 15, and marked up pages H-17 and H-18 to 400 for details.

Related Objection 1

Applies To:

- Homeowner Filing Exhibits (Supporting Document)

Comment:

Revised manual pages still show factors for PPC 11. Please explain since ISO does not provide a class 11.

Changed Items:

No Supporting Documents changed.

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

Response 4

Comments: Please refer to Exhibit A attached in the Supporting Documents section for detailed loss experience. To increase the credibility of the data we compiled loss and premium information for the states listed in column (6) of the exhibit. The states listed were chosen because their Financial Responsibility Class (FRC) structure is similar to Arkansas's. From the total loss and premium data we calculated loss ratios (column 4) and relativities (column 5) based on the total average loss ratio. Please note that the loss ratio for the FRC group (18-21) (located at the bottom of the exhibit) is 12 percent higher than the average loss ratio for all states. To promote rate stability, we are only requesting a 5 percent increase in the 18 to 21 Financial Responsibility Class factors.

Related Objection 1

Applies To:

- Homeowner Filing Exhibits (Supporting Document)

Comment:

Provide the loss experience to support the new financial responsibility factors. Only the earned exposures/premiums were provided.

Changed Items:

No Supporting Documents changed.

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

We are very appreciative of your questions. If I may assist you in any way, please feel free to contact me at (614) 249-6647 or at (800) 882-2822, extension 96647, with any questions. You may also reach me via facsimile at (614) 249-5113 or via e-mail at mesaroj@nationwide.com.

Sincerely,

Filings F

Note To Reviewer

Created By:
Filings F on 05/12/2009 07:54 AM
Last Edited By:
Filings F
Submitted On:
05/12/2009 07:55 AM
Subject:
Removal of Mobile Home Earthquake rate increase
Comments:
Dear Becky Harrington,

We have attached to the Supporting Documentation tab an Amendment Cover Letter and Revised filing Exhibit I and Exhibit X associated with our request to remove the Mobile Home Earthquake rate increase from this review.

Thank you very much for your kind consideration of this matter.

Respectfully,

Joe Mesaros

Amendment Letter

Amendment Date:

Submitted Date: 03/20/2009

Comments:

Dear Becky Harrington,

I do apologize for this misunderstanding. For your convenience the response document and supporting exhibits are attached below. They may also be viewed under the Supporting Documents tab. I was unable to attache the Revised Form F777 below, that form may be viewed under the Supporting Documents tab. Please let me know if you still can not view these documents.

Thank you.

Joe Mesaros

Changed Items:

Supporting Document Schedule Item Changes:

User Added -Name: HO Manual Pages

Comment: Attached are the marked-up homeowner manual pages.

Revised AR HO Marked Up Manual Pages.PDF

User Added -Name: Response to Objections

Comment: Please see attached document for details of Nationwide's response to the objections.

Response to Arkansas Insurance Department Questions.pdf

User Added -Name: Exhibit A

Comment: Exhibit A provides loss experience relatiing to Objection 4

Exhibit A.pdf

Note To Filer

Created By:

Becky Harrington on 03/20/2009 08:15 AM

Last Edited By:

Becky Harrington

Submitted On:

03/20/2009 11:34 AM

Subject:

Revised Pages

Comments:

The revised pages and additional exhibits were not attached.

Rate Information

Rate data does NOT apply to filing.

Supporting Document Schedules

Satisfied -Name: Homeowner Filing Exhibits

Review Status: Filed 05/13/2009

Comments:

Attached below are the supporting exhibits for the Homeowners Filing. In addition to the orginal exhibits we have attached below the reviised Exhibits I and X to reflect the removal of the requested increase in Mobile Home earthquake rates and associated 15 percent deductible roll from this filing.

Attachments:

AR Homeowner Filing Exhibits.pdf

AR Revised Filing Exhibits I & X.PDF

Satisfied -Name: AR Amendment Cover letter

Review Status: Filed 05/13/2009

Comments:

Attached is a cover letter requesting the removal of the 15 percent earthquake deductible roll and accompanying earthquake rate increase originally approved for Moble Home policy holders.

Attachment:

NW Amendment Cover Letter.PDF

Satisfied -Name: H-1 Homeowners Abstract

Review Status: Filed 03/20/2009

Comments:

Form F503AR Attached

Attachment:

F503AR.PDF

Satisfied -Name: HPCS-Homeowners Premium Comparison Survey

Review Status: Filed 03/20/2009

Comments:

HPCS Attachment Included

Attachment:

HPCS 3-06i_08.xls

Satisfied -Name: NAIC loss cost data entry document

Review Status: Filed 03/20/2009

Comments:

RF-1 Attachment Included

Attachment:

AR RF-1 Rate Filing Abstract.pdf

Satisfied -Name: Transmittal Document

Review Status: Filed 03/20/2009

Comments:

The Attached Form F 777 contains the filing memorandum providing details of our filing.

Attachment:

Revised AR Form F 777.PDF

Satisfied -Name: Rate Filing Schedule

Review Status: Filed 03/20/2009

Comments:

Form F779 Attached

Attachment:

F779_AR.pdf

Satisfied -Name: Financial Needs Model

Review Status: Filed 03/20/2009

Comments:

The Nationwide Homeowners Financial Needs Model is attached

Attachment:

Financial Needs Exhibit.pdf

Satisfied -Name: HO Manual Pages

Review Status: Filed 03/20/2009

Comments:

Attached are the marked-up homeowner manual pages.

Attachment:

Revised AR HO Marked Up Manual Pages.PDF

Review Status:

Satisfied -Name: MH Manual Pages — Filed — 03/20/2009

Comments:

Attached is the marked-up Mobile Homeowners manual page.

Attachment:

AR Marked-UP MH Manual Page.PDF

Review Status:

Satisfied -Name: Response to Objections — Filed — 03/20/2009

Comments:

Please see attached document for details of Nationwide's response to the objections.

Attachment:

Response to Arkansas Insurance Department Questions.pdf

Review Status:

Satisfied -Name: Exhibit A — Filed — 03/20/2009

Comments:

Exhibit A provides loss experience relatiing to Objection 4

Attachment:

Exhibit A.pdf

Review Status:

Satisfied -Name: Revised Exhibit I and Exhibit X — Filed — 05/13/2009

Comments:

I apologize for the difficulty in locating the Revised Exhibit I and Exhibit X. For convenience I have attached below the revised Exhibit I and Exhibit X. Please note that the impact of elimination of the Mobile Home Earthquake rate increase did not change the overall rate change requested. However, the Proposed/Resolved Rate Level Change column in Exhibit I did change from 8.7 percent to 0 percent wiith a resultant Selected Premium Effect column change from $83 to $0. Exhibit X now displays the same Mobile Home Earthquake rates for both current and proposed charts.

Attachment:

AR Revised Filing Exhibits I & X.PDF

INDEX OF EXHIBITS

Income Effect.....Exhibit I

Statewide Indications.....Exhibit II

Premium Projection Factor .....Exhibit III

Loss Projection Factor .....Exhibit IV

Loss Trend Summary (Non Weather)……Exhibit V

Loss Trend Data….……Exhibit VI

Homeowner Weather Losses……..Exhibit VII

TN, CO and Mobile Homeowner Weather Losses.....Exhibit VIII

Protection Class Factors……..Exhibit IX

Earthquake Factors……...Exhibit X

Earthquake Impact per Form……Exhibit XI

Financial Responsibility Class ……...Exhibit XII

Exhibit 1

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company
Effective August 18, 2009
Income Effect

Policy Form	Premium	Indicated Rate Level Change	Indicated Premium Effect	Proposed/Resolved Rate Level Change	Selected Premium Effect
Homeowners	$29,820,921	9.8%	$2,922,450	8.6%	$2,564,599
Tenants	523,608	-14.0%	-73,305	0.0%	0
Condominium	102,696	-7.1%	-7,291	0.0%	0
Mobile Home	339,279	2.0%	6,786	0.0%	0
Subtotal	30,786,504	9.3%	2,848,639	8.3%	2,564,599
Earthquake					
Homeowners	$459,000	300.3%	$1,378,377	18.9%	$86,751
Tenants	2,502	676.8%	16,934	18.9%	473
Condominium	1,722	241.6%	4,160	24.5%	422
Mobile Home	951	887.0%	8,435	8.7%	83
EQ Total	464,175	303.3%	1,407,906	18.9%	87,729
Combined					
Homeowners	$30,279,921	14.2%	$4,300,827	8.8%	$2,651,350
Tenants	526,110	-10.7%	-56,372	0.1%	473
Condominium	104,418	-3.0%	-3,131	0.4%	422
Mobile Home	340,230	4.5%	15,221	0.0%	83
Total	$31,250,679	13.6%	$4,256,546	8.5%	$2,652,328

Note: Premium Earthquake is full term premium amount from Polaris.
Premium used with the policy form indications is Projected Current Level Earned Premium from the HOSWs

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Indicated Rate-Level Change Assumed Effective July 1, 2009
Elite / HO3, Golden Blanket / HO5, Market Value, Market Value Plus

Fiscal Accident Year Ending	2004/3	2005/3	2006/3	2007/3	2008/3	5-Year
Premium						
1 Current Level Earned Premium	23,362,224	24,956,446	26,695,626	28,251,359	27,611,964	
2 Premium Projection Factor	1 194	1 161	1 132	1 092	1 080	
3 Projected Current Level Earned Premium = (1) × (2)	27,894,495	28,974,434	30,219,449	30,850,484	29,820,921	147,759,783
Losses and DCC Expense						
4 Non-Weather Estimated Ultimate Losses and DCC Expense	4,646,580	5,602,455	10,443,360	8,419,407	8,249,760	
5 Non-Weather Loss Projection Factor	1.160	1.234	1.230	1.003	1 007	
6 Projected Non-Weather Losses and DCC Expense = (4) × (5)	5,390,033	6,913,429	12,845,333	8,444,665	8,307,508	41,900,968
7 Projected Non-Weather Losses and DCC Expense Ratio	19.3%	23 9%	42 5%	27.4%	27 9%	28 4%
8 Projected Weather Losses and DCC Expense	6,824,919	7,055,510	7,405,650	7,565,353	7,318,742	36,170,174
9 Projected Weather Losses and DCC Expense Ratio = (8) ÷ (3)	24 5%	24.4%	24.5%	24.5%	24.5%	24.5%
10. Current Coverage Adjustment	0.992	0.998	1.000	1.000	1 000	
11 Projected Estimated Ultimate Losses and DCC Expense = [(6) + (8)] × (10)	12,117,232	13,941,001	20,250,983	16,010,018	15,626,250	78,608,205
12 Projected Loss and DCC Expense Ratio = (11) ÷ (3)	43.4%	48.1%	67.0%	51.9%	52.4%	53 2%
13. Experience Year Weights Used Above	15%	15%	20%	25%	25%	
14. Credibility Assigned to Experience						76.3%
15 Trended Permissible Loss and DCC Expense Ratio						48.9%
16 Credibility-Weighted Loss and DCC Expense Ratio = (14) × (12) + [1-(14)] × (15)						52.2%
17 Credibility-Weighted Losses and DCC Expense = (3) × (16)						77,130,607
Non-Hurricane Fixed Expenses						
18. Total Fixed Expenses	4,267,858	4,433,088	4,623,575	4,720,124	4,562,601	22,607,246
Indication						
19 Projected Credibility-Weighted Losses, DCC and Fixed Expenses = (17) + (18)						99,737,853
20 Permissible Loss and Fixed Expense Ratio						61.8%
21 Credibility-Weighted Required Premium = (19) ÷ (20)						161,388,112
22 Credibility-Weighted Indicated Rate Level Change = (21) ÷ (3) - 1						9 2%
23 Reinsurance Charge						0 5%
24 Required Premium Including Reinsurance Charge = (21) + ([(3) × (23)] ÷ [1 - Commissions - Misc Taxes - Premium Taxes])						162,302,467
25 Indicated Rate Level Change Including Reinsurance Charge = (24) ÷ (3) - 1						9 8%

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Indicated Rate-Level Change Assumed Effective July 1, 2009
Tenants / HO-4 (NC)

Fiscal Accident Year Ending	2004/3	2005/3	2006/3	2007/3	2008/3	5-Year
Premium						
1 Current Level Earned Premium	455,191	464,885	481,197	492,827	521,003	
2 Premium Projection Factor	0.981	0.999	1.003	1.007	1.005	
3 Projected Current Level Earned Premium = (1) × (2)	446,542	464,420	482,641	496,277	523,608	2,413,488
Losses and DCC Expense						
4 Non-Weather Estimated Ultimate Losses and DCC Expense	91,453	276,394	195,888	189,216	162,164	
5 Non-Weather Loss Projection Factor	1.220	1.278	0.771	0.850	1.076	
6 Projected Non-Weather Losses and DCC Expense = (4) × (5)	111,573	353,232	151,030	160,834	174,488	951,157
7 Projected Non-Weather Losses and DCC Expense Ratio	25.0%	76.1%	31.3%	32.4%	33.3%	39.4%
8 Projected Weather Losses and DCC Expense	18,551	19,232	20,039	20,584	21,743	100,149
9 Projected Weather Losses and DCC Expense Ratio = (8) ÷ (3)	4.2%	4.1%	4.2%	4.1%	4.2%	4.1%
10 Current Coverage Adjustment	0.991	0.998	1.000	1.000	1.000	
11 Projected Estimated Ultimate Losses and DCC Expense = [(6) + (8)] × (10)	128,953	371,719	171,069	181,418	196,231	975,049
12 Projected Loss and DCC Expense Ratio = (11) ÷ (3)	28.9%	80.0%	35.4%	36.6%	37.5%	40.4%
13 Experience Year Weights Used Above	10%	10%	15%	25%	40%	
14 Credibility Assigned to Experience						26.1%
15 Trended Permissible Loss and DCC Expense Ratio						24.5%
16. Credibility-Weighted Loss and DCC Expense Ratio = (14) × (12) + [1-(14)] × (15)						28.6%
17 Credibility-Weighted Losses and DCC Expense = (3) × (16)						690,258
Non-Hurricane Fixed Expenses						
18. Total Fixed Expenses	120,119	124,929	129,830	133,499	140,851	649,228
Indication						
19 Projected Credibility-Weighted Losses, DCC and Fixed Expenses = (17) + (18)						1,339,486
20 Permissible Loss and Fixed Expense Ratio						64.7%
21 Credibility-Weighted Required Premium = (19) ÷ (20)						2,070,303
22 Credibility-Weighted Indicated Rate Level Change = (21) ÷ (3) - 1						-14.2%
23 Reinsurance Charge						0.2%
24 Required Premium Including Reinsurance Charge = (21) + ([(3) × (23)] ÷ [1 - Commissions - Misc Taxes - Premium Taxes])						2,076,226
25 Indicated Rate Level Change Including Reinsurance Charge = (24) ÷ (3) - 1						-14.0%

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Indicated Rate-Level Change Assumed Effective July 1, 2009
Condominiums / HO-6 (NC), Comprehensive Condominiums

Fiscal Accident Year Ending	2004/3	2005/3	2006/3	2007/3	2008/3	5-Year
Premium						
1. Current Level Earned Premium	93,629	102,774	107,738	114,180	108,558	
2 Premium Projection Factor	0.949	0.937	0.919	0.922	0.946	
3 Projected Current Level Earned Premium = (1) × (2)	88,854	96,299	99,011	105,274	102,696	492,134
Losses and DCC Expense						
4 Non-Weather Estimated Ultimate Losses and DCC Expense	89,876	58,345	211,787	71,027	41,521	
5 Non-Weather Loss Projection Factor	1.143	0 840	0.965	0 747	1 048	
6 Projected Non-Weather Losses and DCC Expense = (4) × (5)	102,728	49,010	204,374	53,057	43,514	452,683
7 Projected Non-Weather Losses and DCC Expense Ratio	115 6%	50.9%	206 4%	50 4%	42 4%	92 0%
8 Projected Weather Losses and DCC Expense	7,481	8,115	8,305	8,813	8,591	41,305
9 Projected Weather Losses and DCC Expense Ratio = (8) ÷ (3)	8.4%	8.4%	8 4%	8 4%	8 4%	8 4%
10 Current Coverage Adjustment	0 986	0.995	1 000	1 000	1 000	
11 Projected Estimated Ultimate Losses and DCC Expense = [(6) + (8)] × (10)	108,666	56,839	212,679	61,870	52,105	462,606
12 Projected Loss and DCC Expense Ratio = (11) ÷ (3)	122.3%	59.0%	214.8%	58.8%	50 7%	94.0%
13 Experience Year Weights Used Above	10%	15%	20%	25%	30%	
14. Credibility Assigned to Experience						5.0%
15 Trended Permissible Loss and DCC Expense Ratio						36.0%
16. Credibility-Weighted Loss and DCC Expense Ratio = (14) × (12) + [1-(14)] × (15)						38.9%
17. Credibility-Weighted Losses and DCC Expense = (3) × (16)						191,440
Non-Hurricane Fixed Expenses						
18 Total Fixed Expenses	18,748	20,319	20,891	22,213	21,669	103,840
Indication						
19 Projected Credibility-Weighted Losses, DCC and Fixed Expenses = (17) + (18)						295,280
20. Permissible Loss and Fixed Expense Ratio						64 9%
21 Credibility-Weighted Required Premium = (19) ÷ (20)						454,977
22. Credibility-Weighted Indicated Rate Level Change = (21) ÷ (3) - 1						-7 6%
23 Reinsurance Charge						0.4%
24 Required Premium Including Reinsurance Charge = (21) + ([(3) × (23)] ÷ [1 - Commissions - Misc Taxes - Premium Taxes])						457,392
25 Indicated Rate Level Change Including Reinsurance Charge = (24) ÷ (3) - 1						-7 1%

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Indicated Rate-Level Change Assumed Effective July 1, 2009
Mobile Home - Broad, Mobile Home - Comprehensive

Fiscal Accident Year Ending	2004/3	2005/3	2006/3	2007/3	2008/3	5-Year
Premium						
1 Current Level Earned Premium	552,687	490,294	425,275	376,382	334,595	
2 Premium Projection Factor	1.042	1.035	1.032	1.020	1.014	
3 Projected Current Level Earned Premium = (1) × (2)	575,900	507,454	438,884	383,910	339,279	2,245,427
Losses and DCC Expense						
4 Non-Weather Estimated Ultimate Losses and DCC Expense	92,203	70,519	10,789	116,008	13,722	
5 Non-Weather Loss Projection Factor	0.708	1.146	2.072	2.038	1.160	
6 Projected Non-Weather Losses and DCC Expense = (4) × (5)	65,280	80,815	22,355	236,424	15,918	420,792
7 Projected Non-Weather Losses and DCC Expense Ratio	11.3%	15.9%	5.1%	61.6%	4.7%	18.7%
8. Projected Weather Losses and DCC Expense	124,642	109,739	95,175	83,151	73,498	486,205
9. Projected Weather Losses and DCC Expense Ratio = (8) ÷ (3)	21.6%	21.6%	21.7%	21.7%	21.7%	21.7%
10 Current Coverage Adjustment	0.982	0.995	1.000	1.000	1.000	
11. Projected Estimated Ultimate Losses and DCC Expense = [(6) + (8)] × (10)	186,503	189,601	117,530	319,575	89,416	918,380
12. Projected Loss and DCC Expense Ratio = (11) ÷ (3)	32.4%	37.4%	26.8%	83.2%	26.4%	40.9%
13. Experience Year Weights Used Above	15%	20%	20%	20%	25%	
14. Credibility Assigned to Experience						6.7%
15 Trended Permissible Loss and DCC Expense Ratio						47.3%
16 Credibility-Weighted Loss and DCC Expense Ratio = (14) × (12) + [1-(14)] × (15)						46.9%
17 Credibility-Weighted Losses and DCC Expense = (3) × (16)						1,053,105
Non-Hurricane Fixed Expenses						
18 Total Fixed Expenses	89,840	79,163	68,466	59,890	52,927	350,286
Indication						
19 Projected Credibility-Weighted Losses, DCC and Fixed Expenses = (17) + (18)						1,403,391
20. Permissible Loss and Fixed Expense Ratio						61.5%
21 Credibility-Weighted Required Premium = (19) ÷ (20)						2,281,937
22. Credibility-Weighted Indicated Rate Level Change = (21) ÷ (3) - 1						1.6%
23 Reinsurance Charge						0.3%
24. Required Premium Including Reinsurance Charge = (21) ÷ ([(3) × (23)] ÷ [1 - Commissions - Misc Taxes - Premium Taxes])						2,290,305
25 Indicated Rate Level Change Including Reinsurance Charge = (24) ÷ (3) - 1						2.0%

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Premium Projection Factors
Elite / HO3, Golden Blanket / HO5, Market Value, Market Value Plus

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Earned Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Premium Trend	2.6%	2.5%	2.4%	1.1%	0.0%
5. Past-to-Present Factor = [1+(4)](3)	1.108	1.077	1.049	1.011	1.000
Present-to-Future Adjustments					
6. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
7. Average Earned Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
8. Years of Trend = (7) - (6)	2.252	2.252	2.252	2.252	2.252
9. Selected Premium Trend	3.5%	3.5%	3.5%	3.5%	3.5%
10. Present-to-Future Factor = [1+(9)](8)	1.081	1.081	1.081	1.081	1.081
Water Backup Adjustment					
11. Percentage of Water Backup Premium to be Trended	0.0%	0.0%	0.0%	0.0%	0.0%
12. Adjustment for non-Trended Water Backup Premium	0.997	0.997	0.998	0.999	0.999
Past-to-Future Adjustments					
13. Premium Projection Factor = (5) × (10) × (12)	1.194	1.161	1.132	1.092	1.080

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Premium Projection Factors
Tenants / HO-4 (NC)

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Earned Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Premium Trend	-0.6%	-0.2%	-0.1%	0.2%	0.0%
5. Past-to-Present Factor = [1+(4)](3)	0.976	0.994	0.998	1.002	1.000
Present-to-Future Adjustments					
6. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
7. Average Earned Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
8. Years of Trend = (7) - (6)	2.252	2.252	2.252	2.252	2.252
9. Selected Premium Trend	0.2%	0.2%	0.2%	0.2%	0.2%
10. Present-to-Future Factor = [1+(9)](8)	1.005	1.005	1.005	1.005	1.005
Water Backup Adjustment					
11. Percentage of Water Backup Premium to be Trended	0.0%	0.0%	0.0%	0.0%	0.0%
12. Adjustment for non-Trended Water Backup Premium	1.000	1.000	1.000	1.000	1.000
Past-to-Future Adjustments					
13. Premium Projection Factor = (5) × (10) × (12)	0.981	0.999	1.003	1.007	1.005

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Premium Projection Factors
Condominiums / HO-6 (NC), Comprehensive Condominiums

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Earned Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Premium Trend	0.1%	-0.3%	-1.4%	-2.5%	0.0%
5. Past-to-Present Factor = [1+(4)](3)	1.004	0.991	0.972	0.975	1.000
Present-to-Future Adjustments					
6. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
7. Average Earned Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
8. Years of Trend = (7) - (6)	2.252	2.252	2.252	2.252	2.252
9. Selected Premium Trend	-2.5%	-2.5%	-2.5%	-2.5%	-2.5%
10. Present-to-Future Factor = [1+(9)](8)	0.945	0.945	0.945	0.945	0.945
Water Backup Adjustment					
11. Percentage of Water Backup Premium to be Trended	0.0%	0.0%	0.0%	0.0%	0.0%
12. Adjustment for non-Trended Water Backup Premium	1.000	1.001	1.001	1.001	1.001
Past-to-Future Adjustments					
13. Premium Projection Factor = (5) × (10) × (12)	0.949	0.937	0.919	0.922	0.946

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Premium Projection Factors
Mobile Home - Broad, Mobile Home - Comprehensive

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Earned Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Premium Trend	0.7%	0.7%	0.9%	0.6%	0.0%
5. Past-to-Present Factor = [1+(4)](3)	1.028	1.021	1.018	1.006	1.000
Present-to-Future Adjustments					
6. Average Earned Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
7. Average Earned Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
8. Years of Trend = (7) - (6)	2.252	2.252	2.252	2.252	2.252
9. Selected Premium Trend	0.6%	0.6%	0.6%	0.6%	0.6%
10. Present-to-Future Factor = [1+(9)](8)	1.014	1.014	1.014	1.014	1.014
Water Backup Adjustment					
11. Percentage of Water Backup Premium to be Trended	0.0%	0.0%	0.0%	0.0%	0.0%
12. Adjustment for non-Trended Water Backup Premium	1.000	1.000	1.000	1.000	1.000
Past-to-Future Adjustments					
13. Premium Projection Factor = (5) × (10) × (12)	1.042	1.035	1.032	1.020	1.014

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Loss Projection Factors
Non-Weather
Elite / HO3, Golden Blanket / HO5, Market Value, Market Value Plus

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Loss Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Severity Trend	6.4%	6.2%	2.7%	-7.8%	0.0%
5. Selected Frequency Trend	-2.6%	0.8%	7.6%	8.0%	0.0%
6. Selected Pure Premium Trend = [1+(4)] × [1+(5)] - 1	3.6%	7.0%	10.5%	-0.4%	0.0%
7. Past-to-Present Factor = [1+(6)](3)	1.152	1.225	1.221	0.996	1.000
Present-to-Future Adjustments					
8. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
9. Average Loss Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
10. Years of Trend = (9) - (8)	2.252	2.252	2.252	2.252	2.252
11. Selected Severity Trend	0.3%	0.3%	0.3%	0.3%	0.3%
12. Selected Frequency Trend	0.0%	0.0%	0.0%	0.0%	0.0%
13. Selected Pure Premium Trend = [1+(11)] × [1+(12)] - 1	0.3%	0.3%	0.3%	0.3%	0.3%
14. Present-to-Future Factor = [1+(13)](10)	1.007	1.007	1.007	1.007	1.007
Past-to-Future Adjustments					
15. Loss Projection Factor = (7) × (14)	1.160	1.234	1.230	1.003	1.007

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Loss Projection Factors
Non-Weather
Tenants / HO-4 (NC)

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Loss Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Severity Trend	-1.2%	-4.0%	-28.7%	-41.9%	0.0%
5. Selected Frequency Trend	4.5%	10.3%	18.8%	36.2%	0.0%
6. Selected Pure Premium Trend = [1+(4)] × [1+(5)] - 1	3.2%	5.9%	-15.3%	-20.9%	0.0%
7. Past-to-Present Factor = [1+(6)](3)	1.134	1.188	0.717	0.790	1.000
Present-to-Future Adjustments					
8. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
9. Average Loss Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
10. Years of Trend = (9) - (8)	2.252	2.252	2.252	2.252	2.252
11. Selected Severity Trend	3.3%	3.3%	3.3%	3.3%	3.3%
12. Selected Frequency Trend	0.0%	0.0%	0.0%	0.0%	0.0%
13. Selected Pure Premium Trend = [1+(11)] × [1+(12)] - 1	3.3%	3.3%	3.3%	3.3%	3.3%
14. Present-to-Future Factor = [1+(13)](10)	1.076	1.076	1.076	1.076	1.076
Past-to-Future Adjustments					
15. Loss Projection Factor = (7) × (14)	1.220	1.278	0.771	0.850	1.076

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Loss Projection Factors
Non-Weather
Condominiums / HO-6 (NC), Comprehensive Condominiums

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Loss Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Severity Trend	3.3%	-3.4%	9.0%	-10.6%	0.0%
5. Selected Frequency Trend	-1.1%	-3.8%	-11.9%	-20.1%	0.0%
6. Selected Pure Premium Trend = [1+(4)] × [1+(5)] - 1	2.2%	-7.1%	-4.0%	-28.6%	0.0%
7. Past-to-Present Factor = [1+(6)](3)	1.091	0.802	0.921	0.713	1.000
Present-to-Future Adjustments					
8. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
9. Average Loss Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
10. Years of Trend = (9) - (8)	2.252	2.252	2.252	2.252	2.252
11. Selected Severity Trend	2.1%	2.1%	2.1%	2.1%	2.1%
12. Selected Frequency Trend	0.0%	0.0%	0.0%	0.0%	0.0%
13. Selected Pure Premium Trend = [1+(11)] × [1+(12)] - 1	2.1%	2.1%	2.1%	2.1%	2.1%
14. Present-to-Future Factor = [1+(13)](10)	1.048	1.048	1.048	1.048	1.048
Past-to-Future Adjustments					
15. Loss Projection Factor = (7) × (14)	1.143	0.840	0.965	0.747	1.048

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Loss Projection Factors
Non-Weather
Mobile Home - Broad, Mobile Home - Comprehensive

	Fiscal Calendar Year Ending				
	2004/3	**2005/3**	**2006/3**	**2007/3**	**2008/3**
Past-to-Present Adjustments					
1. Average Loss Date for Fiscal Calendar Year	3/31/2004	3/31/2005	3/31/2006	3/31/2007	3/31/2008
2. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
3. Years of Trend = (2) - (1)	4.003	3.003	2.003	1.003	0.000
4. Selected Severity Trend	-13.4%	-3.3%	36.3%	66.4%	0.0%
5. Selected Frequency Trend	2.1%	3.0%	-2.0%	5.4%	0.0%
6. Selected Pure Premium Trend = [1+(4)] × [1+(5)] - 1	-11.6%	-0.4%	33.6%	75.4%	0.0%
7. Past-to-Present Factor = [1+(6)](3)	0.610	0.988	1.786	1.757	1.000
Present-to-Future Adjustments					
8. Average Loss Date for Latest Fiscal Calendar Year	3/31/2008	3/31/2008	3/31/2008	3/31/2008	3/31/2008
9. Average Loss Date for Assumed Effective Period	7/1/2010	7/1/2010	7/1/2010	7/1/2010	7/1/2010
10. Years of Trend = (9) - (8)	2.252	2.252	2.252	2.252	2.252
11. Selected Severity Trend	6.8%	6.8%	6.8%	6.8%	6.8%
12. Selected Frequency Trend	0.0%	0.0%	0.0%	0.0%	0.0%
13. Selected Pure Premium Trend = [1+(11)] × [1+(12)] - 1	6.8%	6.8%	6.8%	6.8%	6.8%
14. Present-to-Future Factor = [1+(13)](10)	1.160	1.160	1.160	1.160	1.160
Past-to-Future Adjustments					
15. Loss Projection Factor = (7) × (14)	0.708	1.146	2.072	2.038	1.160

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Exponential Regression on Four Quarter Ending Trend Data as of December 31, 2008
Non-Weather, With Losses Capped at $200,000
Elite / HO3, Golden Blanket / HO5, Market Value, Market Value Plus

Average Paid Cost

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	6.4%	0.366	0.23	8.5%		12.0%	0.969		10.7%
23	5.5%	0.292	0.22			11.7%	0.968		10.3%
22	5.1%	0.243	0.21			11.4%	0.965		10.1%
21	5.7%	0.261	0.21			11.2%	0.962		10.0%
20	6.2%	0.265	0.18	11.5%	9.0%	10.7%	0.962	8.4%	9.9%
19	6.8%	0.272	0.14		8.9%	10.2%	0.966	7.8%	9.7%
18	6.5%	0.227	0.11		8.6%	9.8%	0.969	7.1%	9.4%
17	4.9%	0.137	0.10		8.0%	9.5%	0.968	6.2%	9.0%
16	2.7%	0.046	0.10	0.4%	7.5%	9.1%	0.965	5.5%	8.5%
15	0.3%	0.001	0.12		6.6%	9.0%	0.958	5.2%	8.0%
14	-3.5%	0.112	0.18		6.0%	9.1%	0.949	5.2%	6.8%
13	-6.5%	0.370	0.27		5.7%	9.0%	0.937	5.4%	4.8%
12	-7.8%	0.428	0.28	-15.5%	5.7%	9.2%	0.926	5.9%	4.4%
11	-8.1%	0.382	0.28		5.8%	9.1%	0.904	6.5%	4.3%
10	-6.2%	0.229	0.26		5.2%	8.2%	0.890	7.6%	4.5%
9	-4.3%	0.102	0.22		4.8%	7.2%	0.866	8.7%	4.7%
8	-3.6%	0.050	0.15		3.3%	6.0%	0.844	10.1%	4.6%
7	-6.6%	0.120	0.07		1.4%	4.5%	0.849	11.1%	3.7%
6	-15.1%	0.475	0.02		-1.2%	3.1%	0.934	9.7%	2.7%
5	-24.3%	0.787	0.03		-4.2%	2.7%	0.904	6.3%	1.9%
4	-27.7%	0.734	0.03		-2.1%	2.3%	0.809	0.5%	1.4%
3	-43.0%	0.995	0.59		15.5%	1.9%	0.562	0.3%	-24.6%

Paid Claim Frequency

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	-2.6%	0.126	0.72	-1.5%		-6.7%	0.654		-3.7%
23	-1.8%	0.061	0.69			-5.9%	0.618		-3.1%
22	-0.9%	0.016	0.67			-5.2%	0.572		-2.3%
21	-0.1%	0.000	0.62			-4.3%	0.516		-1.7%
20	0.8%	0.010	0.55	2.6%	11.0%	-3.5%	0.446	-3.8%	-1.1%
19	1.9%	0.059	0.49		13.2%	-2.7%	0.356	-3.0%	-0.4%
18	3.5%	0.192	0.45		15.5%	-1.8%	0.242	-2.3%	0.6%
17	5.3%	0.386	0.46		18.1%	-1.2%	0.125	-2.3%	1.8%
16	7.6%	0.704	0.63	8.0%	19.7%	-0.8%	0.051	-2.4%	4.5%
15	9.1%	0.822	0.74		21.4%	-0.7%	0.035	-1.9%	6.6%
14	9.9%	0.842	0.77		23.1%	-0.8%	0.044	-1.2%	7.4%
13	10.0%	0.814	0.77		22.8%	-1.1%	0.054	-0.4%	7.4%
12	8.0%	0.853	0.89	5.7%	19.8%	-1.4%	0.075	-0.1%	7.0%
11	6.7%	0.861	0.94		15.4%	-1.5%	0.071	-0.4%	6.2%
10	5.9%	0.825	0.95		12.5%	-1.7%	0.065	-0.8%	5.5%
9	6.1%	0.784	0.95		20.1%	-2.1%	0.071	1.2%	5.7%
8	7.1%	0.808	0.96		36.5%	-2.6%	0.082	5.9%	6.7%
7	8.8%	0.889	0.97		71.1%	-4.0%	0.129	9.8%	8.4%
6	8.0%	0.822	0.97		146.4%	-6.6%	0.223	16.6%	7.6%
5	7.1%	0.693	0.97		241.1%	-11.0%	0.371	23.0%	6.6%
4	2.4%	0.798	1.00		380.4%	-18.0%	0.544	33.1%	2.4%
3	3.6%	0.900	1.00		351.4%	-29.2%	0.720	39.3%	3.6%

Paid Pure Premium

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	3.6%	0.147	0.48	6.9%		4.4%	0.566		4.0%
23	3.6%	0.137	0.43			5.0%	0.644		4.4%
22	4.2%	0.161	0.39			5.7%	0.714		5.1%
21	5.6%	0.254	0.36			6.3%	0.774		6.0%
20	7.0%	0.338	0.36	14.4%	21.0%	6.9%	0.801	4.2%	6.9%
19	8.8%	0.454	0.38		23.3%	7.3%	0.811	4.5%	7.9%
18	10.2%	0.516	0.39		25.4%	7.8%	0.822	4.7%	8.7%
17	10.5%	0.484	0.38		27.5%	8.2%	0.816	3.8%	9.1%
16	10.4%	0.438	0.38	8.5%	28.6%	8.3%	0.794	2.9%	9.1%
15	9.4%	0.350	0.39		29.4%	8.3%	0.759	3.2%	8.7%
14	6.0%	0.207	0.45		30.4%	8.1%	0.713	3.9%	7.2%
13	2.9%	0.063	0.51		29.8%	7.9%	0.654	5.0%	5.4%
12	-0.5%	0.002	0.60	-10.6%	26.6%	7.7%	0.588	5.9%	2.8%
11	-2.0%	0.032	0.62		22.1%	7.4%	0.508	6.1%	1.6%
10	-0.6%	0.002	0.62		18.4%	6.3%	0.377	6.7%	2.0%
9	1.5%	0.011	0.63		25.8%	5.0%	0.228	9.9%	2.8%
8	3.3%	0.037	0.62		41.0%	3.2%	0.085	16.7%	3.3%
7	1.6%	0.007	0.58		73.5%	0.3%	0.001	22.0%	1.1%
6	-8.3%	0.179	0.66		143.5%	-3.7%	0.080	27.9%	-6.7%
5	-19.0%	0.637	0.79		226.7%	-8.7%	0.266	30.7%	-16.8%
4	-26.0%	0.726	0.79		370.4%	-16.1%	0.498	33.7%	-23.9%
3	-40.9%	0.997	0.99		421.4%	-27.8%	0.729	39.8%	-40.8%

* Z is the credibility assigned to the statewide calendar year trend, based on the formula N/(N+K), where K=K [(1-R2STATE)s2STATE],[(1-R2COUNTRYWIDE)s2COUNTRYWIDE]. N is the latest year's earned exposures (25,711), and K=5,000 is the credibility constant for the selected policy forms.

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Exponential Regression on Four Quarter Ending Trend Data as of December 31, 2008
Non-Weather, With Losses Capped at $60,000
Tenants / HO-4 (NC)

Average Paid Cost

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	-1.2%	0.002	0.01	-7.2%		5.9%	0.875		5.8%
23	-1.7%	0.003	0.01			5.9%	0.863		5.8%
22	-1.7%	0.003	0.01			6.3%	0.887		6.2%
21	-2.7%	0.007	0.01			6.6%	0.890		6.5%
20	-4.0%	0.013	0.00	-7.4%	5.1%	7.1%	0.914	4.9%	7.1%
19	-9.2%	0.068	0.00		5.3%	7.2%	0.903	4.6%	7.2%
18	-17.5%	0.296	0.01		5.3%	7.0%	0.886	4.0%	6.8%
17	-24.3%	0.577	0.01		4.0%	7.0%	0.868	3.2%	6.7%
16	-28.7%	0.712	0.02	-31.8%	2.4%	7.0%	0.846	2.3%	6.3%
15	-32.1%	0.775	0.02		-0.4%	7.0%	0.818	1.5%	6.2%
14	-35.0%	0.810	0.03		-2.1%	6.6%	0.776	0.8%	5.4%
13	-38.0%	0.844	0.03		-3.3%	5.8%	0.729	0.1%	4.5%
12	-41.9%	0.893	0.04	-38.9%	-4.1%	5.2%	0.655	-0.4%	3.3%
11	-45.8%	0.939	0.07		-3.2%	5.7%	0.649	-0.2%	2.1%
10	-47.8%	0.939	0.07		-2.3%	6.7%	0.696	0.2%	2.9%
9	-46.2%	0.918	0.10		1.0%	7.5%	0.688	1.1%	2.1%
8	-47.1%	0.894	0.11		5.1%	7.3%	0.597	2.8%	1.3%
7	-45.5%	0.841	0.07		10.8%	4.3%	0.406	3.7%	0.8%
6	-40.3%	0.749	0.01		12.5%	0.5%	0.051	3.9%	0.1%
5	-38.6%	0.607	0.01		10.1%	-0.5%	0.041	3.4%	-0.9%
4	-24.6%	0.262	0.01		11.6%	-1.6%	0.261	4.0%	-1.8%
3	24.8%	0.266	0.05		-3.6%	0.3%	0.005	2.6%	1.5%

Paid Claim Frequency

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	4.5%	0.122	0.21	4.8%		-0.6%	0.013		0.5%
23	6.2%	0.206	0.18			0.4%	0.007		1.4%
22	7.8%	0.292	0.15			1.4%	0.092		2.4%
21	9.2%	0.343	0.12			2.3%	0.242		3.1%
20	10.3%	0.368	0.09	12.2%	-0.5%	3.2%	0.432	-3.1%	3.8%
19	11.9%	0.419	0.08		0.1%	3.9%	0.561	-2.8%	4.5%
18	13.6%	0.459	0.07		0.9%	4.6%	0.655	-2.4%	5.2%
17	16.6%	0.563	0.07		1.3%	5.0%	0.684	-2.1%	5.8%
16	18.8%	0.598	0.08	19.7%	1.7%	5.2%	0.661	-2.1%	6.3%
15	21.5%	0.636	0.09		1.8%	5.1%	0.610	-2.3%	6.6%
14	25.1%	0.697	0.11		1.8%	4.9%	0.537	-2.4%	7.1%
13	29.7%	0.763	0.14		2.1%	4.6%	0.458	-2.8%	8.1%
12	36.2%	0.860	0.21	43.0%	2.7%	4.1%	0.356	-3.2%	10.8%
11	40.0%	0.871	0.24		3.3%	3.5%	0.246	-3.1%	12.3%
10	41.7%	0.848	0.24		5.0%	3.0%	0.157	-2.4%	12.3%
9	34.6%	0.814	0.29		8.1%	2.7%	0.098	-0.8%	12.0%
8	26.8%	0.768	0.37		11.2%	2.6%	0.063	1.0%	11.6%
7	21.6%	0.653	0.41		16.2%	1.7%	0.021	1.3%	9.9%
6	10.6%	0.546	0.65		22.4%	-1.1%	0.006	1.1%	6.5%
5	8.2%	0.314	0.62		24.4%	-6.0%	0.116	0.9%	2.8%
4	13.1%	0.395	0.58		27.3%	-14.0%	0.345	-0.1%	1.7%
3	20.0%	0.389	0.44		30.5%	-28.0%	0.665	3.1%	-6.9%

Paid Pure Premium

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	3.3%	0.024	0.10	-2.8%		5.2%	0.371		5.0%
23	4.4%	0.038	0.09			6.4%	0.483		6.2%
22	6.1%	0.062	0.06			7.8%	0.639		7.7%
21	6.2%	0.057	0.05			9.0%	0.732		8.9%
20	5.9%	0.045	0.03	3.9%	4.5%	10.5%	0.839	1.6%	10.4%
19	1.7%	0.004	0.03		5.4%	11.3%	0.865	1.7%	11.0%
18	-6.2%	0.099	0.04		6.2%	11.9%	0.866	1.5%	11.2%
17	-11.7%	0.418	0.07		5.4%	12.4%	0.862	1.0%	10.7%
16	-15.3%	0.640	0.12	-18.4%	4.1%	12.6%	0.844	0.1%	9.3%
15	-17.5%	0.711	0.15		1.4%	12.5%	0.814	-0.8%	8.0%
14	-18.6%	0.707	0.15		-0.3%	11.8%	0.771	-1.6%	7.2%
13	-19.7%	0.695	0.15		-1.2%	10.6%	0.715	-2.7%	6.1%
12	-20.8%	0.679	0.16	-12.7%	-1.4%	9.5%	0.638	-3.5%	4.7%
11	-24.1%	0.745	0.20		0.0%	9.4%	0.570	-3.3%	2.7%
10	-26.0%	0.738	0.21		2.6%	10.0%	0.528	-2.2%	2.4%
9	-27.6%	0.713	0.22		9.2%	10.4%	0.470	0.3%	2.0%
8	-32.9%	0.794	0.29		16.9%	10.1%	0.368	3.8%	-2.4%
7	-33.7%	0.733	0.28		28.7%	6.1%	0.151	5.0%	-5.0%
6	-33.9%	0.636	0.21		37.7%	-0.6%	0.002	5.0%	-7.6%
5	-33.6%	0.493	0.17		36.9%	-6.5%	0.145	4.3%	-11.1%
4	-14.7%	0.103	0.20		42.1%	-15.4%	0.463	3.9%	-15.3%
3	49.8%	0.893	0.79		25.8%	-27.9%	0.733	5.8%	33.5%

* Z is the credibility assigned to the statewide calendar year trend, based on the formula N/(N+K), where K=K [(1-R2STATE)s2STATE],[(1-R2COUNTRYWIDE)s2COUNTRYWIDE]. N is the latest year's earned exposures (1,943), and K=1,000 is the credibility constant for the selected policy forms.

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Exponential Regression on Four Quarter Ending Trend Data as of December 31, 2008
Non-Weather, With Losses Capped at $30,000
Condominiums / HO-6 (NC), Comprehensive Condominiums

Average Paid Cost

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	3.3%	0.015	0.00	-7.4%		8.9%	0.890		8.9%
23	-0.1%	0.000	0.00			8.9%	0.878		8.9%
22	-3.7%	0.021	0.00			8.8%	0.860		8.8%
21	-7.3%	0.079	0.00			8.4%	0.841		8.4%
20	-3.4%	0.018	0.00	-11.8%	-3.0%	7.9%	0.821	4.9%	7.9%
19	1.3%	0.003	0.00		-2.5%	7.4%	0.793	4.3%	7.4%
18	5.6%	0.047	0.00		-2.4%	7.2%	0.759	3.6%	7.2%
17	10.7%	0.153	0.00		-2.8%	6.7%	0.714	2.6%	6.7%
16	9.0%	0.099	0.00	-13.4%	-3.8%	6.1%	0.657	1.8%	6.1%
15	1.6%	0.005	0.00		-8.4%	5.4%	0.583	2.1%	5.4%
14	-2.0%	0.007	0.00		-11.3%	3.9%	0.521	3.1%	3.9%
13	-7.5%	0.096	0.00		-13.4%	2.8%	0.410	4.7%	2.8%
12	-10.6%	0.157	0.00	-58.6%	-13.8%	1.6%	0.251	7.4%	1.6%
11	-10.7%	0.127	0.00		-11.4%	0.3%	0.030	10.0%	0.3%
10	-9.6%	0.081	0.00		-11.2%	-0.3%	0.063	12.8%	-0.3%
9	-3.2%	0.007	0.00		-10.2%	-0.6%	0.198	15.2%	-0.6%
8	1.5%	0.001	0.00		-9.9%	-1.2%	0.477	16.9%	-1.2%
7	-22.1%	0.423	0.00		-12.6%	-1.2%	0.384	17.2%	-1.2%
6	-34.1%	0.745	0.00		-9.9%	-1.3%	0.316	13.2%	-1.3%
5	-45.1%	0.931	0.00		-7.9%	-1.8%	0.365	10.3%	-1.8%
4	-52.5%	0.980	0.00		2.5%	-3.6%	0.737	7.4%	-3.6%
3	-55.8%	0.971	0.01		10.0%	-2.4%	0.387	2.8%	-2.9%

Paid Claim Frequency

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	-1.1%	0.003	0.01	7.4%		-4.0%	0.462		-4.0%
23	2.5%	0.015	0.01			-3.3%	0.389		-3.2%
22	2.8%	0.017	0.01			-2.5%	0.302		-2.4%
21	0.1%	0.000	0.01			-1.9%	0.202		-1.9%
20	-3.8%	0.033	0.01	-4.4%	1.5%	-1.3%	0.113	-2.3%	-1.3%
19	-7.1%	0.116	0.01		2.9%	-0.7%	0.036	-3.9%	-0.8%
18	-8.9%	0.157	0.00		4.4%	-0.1%	0.000	-6.1%	-0.1%
17	-10.1%	0.175	0.00		5.0%	0.5%	0.020	-9.2%	0.5%
16	-11.9%	0.206	0.00	-8.6%	6.5%	1.1%	0.071	-13.0%	1.1%
15	-15.9%	0.320	0.00		8.2%	1.1%	0.063	-15.4%	1.1%
14	-19.5%	0.409	0.01		10.2%	1.1%	0.053	-17.6%	0.9%
13	-22.7%	0.466	0.01		12.7%	1.2%	0.048	-19.8%	1.0%
12	-20.1%	0.354	0.01	5.1%	10.6%	1.4%	0.052	-22.5%	1.2%
11	-14.7%	0.201	0.01		9.7%	1.8%	0.067	-25.9%	1.6%
10	-10.2%	0.085	0.01		10.7%	1.9%	0.056	-27.3%	1.8%
9	-7.6%	0.036	0.01		11.2%	0.7%	0.007	-26.3%	0.6%
8	-20.0%	0.226	0.01		16.0%	-1.0%	0.009	-21.1%	-1.2%
7	-33.5%	0.520	0.02		23.1%	-3.5%	0.091	-14.3%	-4.1%
6	-30.9%	0.361	0.02		23.2%	-6.7%	0.223	-9.7%	-7.2%
5	-25.6%	0.175	0.02		14.3%	-11.2%	0.366	-8.3%	-11.5%
4	-11.7%	0.020	0.02		19.4%	-17.5%	0.497	-7.8%	-17.4%
3	142.1%	0.788	0.13		24.3%	-27.3%	0.602	-4.0%	-5.3%

Paid Pure Premium

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track Ending 2008/3	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track Ending 2008/3	Credibility Weighted: NW Calendar Year Ending 2008/4
24	2.1%	0.005	0.00	-0.6%		4.5%	0.526		4.5%
23	2.4%	0.005	0.00			5.3%	0.633		5.3%
22	-1.0%	0.001	0.00			6.0%	0.715		6.0%
21	-7.3%	0.056	0.00			6.4%	0.724		6.4%
20	-7.1%	0.047	0.00	-15.7%	-1.6%	6.5%	0.698	2.5%	6.5%
19	-5.9%	0.028	0.00		0.3%	6.7%	0.681	0.3%	6.7%
18	-3.8%	0.010	0.00		2.0%	7.2%	0.689	-2.8%	7.2%
17	-0.5%	0.000	0.00		2.1%	7.3%	0.658	-6.8%	7.3%
16	-4.0%	0.009	0.00	-20.9%	2.4%	7.2%	0.613	-11.5%	7.2%
15	-14.5%	0.134	0.00		-0.9%	6.6%	0.536	-13.7%	6.6%
14	-21.1%	0.258	0.00		-2.3%	5.1%	0.430	-15.1%	5.1%
13	-28.5%	0.425	0.00		-2.5%	4.0%	0.302	-16.0%	4.0%
12	-28.6%	0.368	0.00	-56.5%	-4.6%	3.0%	0.176	-16.8%	3.0%
11	-23.8%	0.240	0.00		-2.8%	2.1%	0.078	-18.6%	2.1%
10	-18.8%	0.128	0.00		-1.7%	1.5%	0.035	-17.9%	1.5%
9	-10.6%	0.032	0.00		-0.2%	0.1%	0.000	-15.1%	0.1%
8	-18.8%	0.079	0.00		4.5%	-2.1%	0.044	-7.8%	-2.1%
7	-48.1%	0.742	0.01		7.6%	-4.6%	0.149	0.4%	-5.0%
6	-54.5%	0.761	0.01		11.0%	-7.9%	0.285	2.2%	8.4%
5	-59.2%	0.719	0.01		5.2%	-12.8%	0.444	1.1%	-13.3%
4	-58.1%	0.547	0.00		22.4%	-20.5%	0.639	-1.0%	-20.5%
3	7.0%	0.043	0.08		36.8%	-29.1%	0.693	-1.4%	-26.2%

* Z is the credibility assigned to the statewide calendar year trend based on the formula N/(N+K), where K=K [(1-R2STATE)s2STATE],[(1-R2COUNTRYWIDE)s2COUNTRYWIDE] N is the latest year's earned exposures (0.265) and K=1,000 is the credibility constant for the selected policy forms

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Exponential Regression on Four Quarter Ending Trend Data as of December 31, 2008
Non-Weather, With Losses Capped at $75,000
Mobile Home - Broad, Mobile Home - Comprehensive

Average Paid Cost

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track	Credibility Weighted: NW Calendar Year Ending 2008/4
24	-13.4%	0.105	0.00	-24.9%		7.7%	0.892		7.7%
23	-13.1%	0.089	0.00			7.7%	0.878		7.7%
22	-11.9%	0.065	0.00			7.7%	0.863		7.7%
21	-8.0%	0.027	0.00			7.7%	0.845		7.7%
20	-3.3%	0.004	0.00	-15.8%		7.1%	0.832		7.1%
19	3.4%	0.004	0.00			6.6%	0.813		6.6%
18	12.8%	0.049	0.00			6.3%	0.780		6.3%
17	22.9%	0.128	0.00			5.9%	0.739		5.9%
16	36.3%	0.254	0.00	-10.2%		5.9%	0.705		5.9%
15	49.9%	0.360	0.01			6.1%	0.678		6.5%
14	64.1%	0.438	0.01			6.6%	0.673		7.2%
13	70.2%	0.422	0.01			7.1%	0.668		7.7%
12	66.4%	0.346	0.01	12.8%		7.7%	0.663		8.3%
11	50.7%	0.220	0.00			8.0%	0.623		8.0%
10	34.5%	0.106	0.00			6.8%	0.501		6.8%
9	-6.4%	0.008	0.01			6.1%	0.381		6.0%
8	-34.4%	0.339	0.01			4.7%	0.220		4.3%
7	-29.5%	0.195	0.01			0.9%	0.011		0.6%
6	-17.9%	0.050	0.01			-1.3%	0.016		-1.5%
5	6.8%	0.004	0.00			-8.6%	0.659		-8.6%
4	169.4%	0.632	0.01			-9.6%	0.562		-7.8%
3	20.1%	0.090	0.03			-8.7%	0.294		-7.8%

Paid Claim Frequency

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track	Credibility Weighted: NW Calendar Year Ending 2008/4
24	2.1%	0.020	0.03	-0.5%		-6.2%	0.828		-6.0%
23	3.7%	0.057	0.03			-5.9%	0.809		-5.6%
22	4.1%	0.063	0.02			-5.6%	0.787		-5.4%
21	3.2%	0.035	0.02			-5.1%	0.762		-4.9%
20	3.0%	0.027	0.02	-2.5%		-4.7%	0.733		-4.5%
19	1.7%	0.008	0.01			-4.3%	0.692		-4.2%
18	0.7%	0.001	0.01			-4.0%	0.639		-4.0%
17	-1.2%	0.003	0.01			-4.1%	0.611		-4.1%
16	-2.0%	0.007	0.01	-1.2%		-4.4%	0.598		-4.4%
15	-2.8%	0.012	0.01			-4.7%	0.603		-4.7%
14	-0.4%	0.000	0.01			-5.0%	0.589		-5.0%
13	3.8%	0.015	0.01			-4.9%	0.526		-4.8%
12	5.4%	0.023	0.01	13.8%		-5.1%	0.482		-5.0%
11	11.9%	0.085	0.01			-4.9%	0.404		-4.7%
10	12.4%	0.070	0.01			-5.1%	0.354		-4.9%
9	2.3%	0.002	0.01			-6.5%	0.430		-6.4%
8	-13.7%	0.093	0.02			-8.2%	0.487		-8.3%
7	-29.3%	0.377	0.02			-10.0%	0.520		-10.4%
6	-44.0%	0.661	0.04			-12.3%	0.540		-13.6%
5	-45.4%	0.550	0.04			-14.6%	0.512		-15.8%
4	-43.9%	0.358	0.03			-21.4%	0.632		-22.1%
3	-25.6%	0.060	0.02			-33.3%	0.805		-33.1%

Paid Pure Premium

Quarters of Trend	Arkansas: NW Calendar Year Ending 2008/4	R^2	Z*	NW Accident Year Ending 2008/3	Non-NW Fast Track	Countrywide: NW Calendar Year Ending 2008/4	R^2	Non-NW Fast Track	Credibility Weighted: NW Calendar Year Ending 2008/4
24	-11.6%	0.073	0.01	-25.3%		1.0%	0.061		0.9%
23	-9.9%	0.048	0.01			1.3%	0.093		1.2%
22	-8.2%	0.029	0.01			1.7%	0.142		1.6%
21	-5.0%	0.010	0.01			2.2%	0.193		2.1%
20	-0.3%	0.000	0.01	-17.9%		2.1%	0.167		2.1%
19	5.2%	0.008	0.01			2.0%	0.134		2.0%
18	13.6%	0.045	0.01			2.0%	0.114		2.1%
17	21.5%	0.090	0.01			1.5%	0.063		1.7%
16	33.6%	0.173	0.01	-11.3%		1.3%	0.041		1.6%
15	45.7%	0.242	0.01			1.1%	0.024		1.5%
14	63.4%	0.336	0.01			1.2%	0.024		1.8%
13	76.8%	0.365	0.01			1.8%	0.042		2.6%
12	75.4%	0.305	0.01	28.3%		2.3%	0.050		3.0%
11	68.5%	0.227	0.01			2.7%	0.056		3.4%
10	51.2%	0.126	0.01			1.3%	0.011		1.8%
9	-4.2%	0.002	0.01			-0.8%	0.004		-0.8%
8	-43.4%	0.499	0.03			-3.8%	0.057		-5.0%
7	-50.1%	0.524	0.02			-9.2%	0.256		-10.0%
6	-54.0%	0.468	0.02			-13.4%	0.357		-14.2%
5	-41.7%	0.214	0.02			-21.9%	0.605		-22.3%
4	51.2%	0.348	0.16			-29.0%	0.654		-16.2%
3	-10.6%	0.036	0.22			-39.1%	0.680		-32.8%

* Z is the credibility assigned to the statewide calendar year trend, based on the formula $N/(N+K)$, where $K=K\ [(1-R2STATE)s2STATE]/[(1-R2COUNTRYWIDE)s2COUNTRYWIDE]$, N is the latest year's earned exposures (0.424), and K=1.000 is the credibility constant for the selected policy forms

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Calendar Year Loss Trends
Non-Weather Losses , With Losses Capped at $200,000
Elite / HO3, Golden Blanket / HO5, Market Value, Market Value Plus

	Arkansas		Countrywide	
Four Quarters Ending	Average Paid Cost	Paid Frequency (per 100)	Average Paid Claim Cost	Paid Claim Frequency (per 100)
2004/1	7,421	3.428	6,042	3.146
2004/2	6,635	3.461	6,361	2.997
2004/3	5,945	3.290	6,702	2.802
2004/4	5,976	3.256	6,960	2.658
2005/1	6,441	2.843	7,314	2.529
2005/2	6,301	2.637	7,596	2.472
2005/3	7,485	2.510	7,721	2.475
2005/4	8,966	2.300	7,974	2.467
2006/1	9,652	2.556	8,008	2.505
2006/2	10,407	2.742	7,967	2.507
2006/3	9,688	2.900	8,300	2.487
2006/4	8,939	2.986	8,574	2.484
2007/1	8,124	3.019	8,864	2.460
2007/2	7,794	2.912	9,188	2.457
2007/3	8,504	2.998	9,521	2.472
2007/4	9,480	3.028	9,639	2.509
2008/1	8,721	3.230	9,724	2.548
2008/2	9,179	3.233	9,826	2.561
2008/3	8,119	3.245	9,801	2.579
2008/4	6,933	3.290	9,921	2.155

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Calendar Year Loss Trends
Non-Weather Losses , With Losses Capped at $60,000
Tenants / HO-4 (NC)

	Arkansas		Countrywide	
Four Quarters Ending	Average Paid Cost	Paid Frequency (per 100)	Average Paid Claim Cost	Paid Claim Frequency (per 100)
2004/1	2,610	1.801	3,408	1.568
2004/2	1,976	1.732	3,349	1.522
2004/3	3,228	1.898	3,499	1.460
2004/4	5,659	1.634	3,565	1.410
2005/1	7,372	1.627	3,608	1.387
2005/2	8,293	1.675	3,581	1.389
2005/3	8,372	1.654	3,589	1.422
2005/4	8,014	1.693	3,783	1.431
2006/1	8,227	1.435	4,074	1.459
2006/2	9,671	1.361	4,152	1.500
2006/3	11,006	1.190	4,089	1.537
2006/4	7,952	1.415	4,017	1.564
2007/1	7,583	1.744	3,909	1.561
2007/2	6,679	1.844	4,113	1.550
2007/3	4,856	2.318	4,453	1.583
2007/4	4,542	2.510	4,496	1.630
2008/1	3,711	2.486	4,566	1.677
2008/2	2,719	2.396	4,520	1.733
2008/3	2,450	2.769	4,452	1.766
2008/4	3,038	2.625	4,526	1.470

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Calendar Year Loss Trends
Non-Weather Losses , With Losses Capped at $30,000
Condominiums / HO-6 (NC), Comprehensive Condominiums

	Arkansas		Countrywide	
Four Quarters Ending	Average Paid Cost	Paid Frequency (per 100)	Average Paid Claim Cost	Paid Claim Frequency (per 100)
2004/1	15,847	1.843	3,105	2.783
2004/2	11,609	2.632	3,332	2.701
2004/3	10,451	2.966	3,295	2.615
2004/4	4,684	2.881	3,403	2.532
2005/1	3,157	2.419	3,502	2.384
2005/2	5,344	2.789	3,427	2.382
2005/3	5,227	3.137	3,710	2.396
2005/4	7,060	5.058	3,871	2.415
2006/1	8,850	5.019	3,990	2.432
2006/2	9,032	3.831	4,257	2.386
2006/3	10,155	3.053	4,349	2.309
2006/4	8,217	1.880	4,354	2.339
2007/1	4,343	2.206	4,427	2.377
2007/2	7,306	3.636	4,410	2.439
2007/3	8,376	3.226	4,387	2.494
2007/4	9,231	2.867	4,367	2.540
2008/1	9,016	2.888	4,441	2.573
2008/2	7,966	1.455	4,389	2.543
2008/3	6,109	2.214	4,305	2.627
2008/4	5,295	2.264	4,336	2.168

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Calendar Year Loss Trends
Non-Weather Losses , With Losses Capped at $75,000
Mobile Home - Broad, Mobile Home - Comprehensive

	Arkansas		Countrywide	
Four Quarters Ending	Average Paid Cost	Paid Frequency (per 100)	Average Paid Claim Cost	Paid Claim Frequency (per 100)
2004/1	10,862	1.684	3,954	3.168
2004/2	10,459	1.852	4,246	3.014
2004/3	7,088	1.766	4,331	2.829
2004/4	6,270	2.104	4,630	2.778
2005/1	4,124	2.171	4,751	2.735
2005/2	3,099	2.844	4,881	2.757
2005/3	1,795	2.932	4,912	2.821
2005/4	1,312	2.229	4,941	2.741
2006/1	1,127	2.645	4,882	2.758
2006/2	1,557	1.880	4,668	2.677
2006/3	1,052	1.423	4,974	2.551
2006/4	2,380	1.479	5,039	2.581
2007/1	9,217	1.908	5,010	2.605
2007/2	8,221	2.372	5,469	2.610
2007/3	6,842	3.462	5,380	2.622
2007/4	6,964	3.158	5,981	2.536
2008/1	2,294	2.832	5,933	2.542
2008/2	4,329	2.461	5,634	2.559
2008/3	5,833	1.379	5,854	2.521
2008/4	4,744	2.123	5,383	2.090

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Non-Hurricane Wind and Hail Only Pure Premium
***Based on Wind and Hail Losses less Hurricane Losses**
Elite / HO3, Golden Blanket / HO5, Market Value, Market Value Plus

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Four Calendar Quarters Ending	Earned Exposures	Incurred Cost & DCC Severity	Severity Projection Factor	Projected Severity	Severity Weight	Incurred Claim Frequency (per 100)	Frequency Projection Factor	Projected Frequency	Frequency Weight	Historical Pure Premium	Projected Pure Premium
1986/4	8,467	1,375	3.507	4,822	1	3.106	1.000	3.106	1	42.71	149.77
1987/4	7,811	1,331	3.327	4,428	1	2.368	1.000	2.368	1	31.52	104.86
1988/4	7,394	2,808	3.157	8,865	1	2.042	1.000	2.042	1	57.34	181.02
1989/4	7,374	1,538	2.995	4,606	1	7.120	1.000	7.120	1	109.51	327.95
1990/4	7,679	2,218	2.842	6,304	1	2.982	1.000	2.982	1	66.14	187.99
1991/4	8,092	1,369	2.696	3,691	1	2.966	1.000	2.966	1	40.60	109.48
1992/4	8,775	1,507	2.558	3,855	1	3.692	1.000	3.692	1	55.64	142.33
1993/4	9,905	1,618	2.427	3,927	1	1.535	1.000	1.535	1	24.84	60.28
1994/4	11,503	2,597	2.303	5,981	1	4.555	1.000	4.555	1	118.29	272.43
1995/4	13,113	3,071	2.185	6,710	1	3.592	1.000	3.592	1	110.31	241.02
1996/4	14,748	5,265	2.073	10,914	**0.5**	11.337	1.000	11.337	**0.5**	596.89	1,237.32
1997/4	16,279	3,903	1.966	7,673	1	3.299	1.000	3.299	1	128.76	253.13
1998/4	17,957	2,380	1.866	4,441	1	2.990	1.000	2.990	1	71.16	132.79
1999/4	19,550	3,177	1.770	5,623	1	7.765	1.000	7.765	1	246.69	436.63
2000/4	20,717	1,952	1.679	3,277	1	3.707	1.000	3.707	1	72.36	121.48
2001/4	21,694	1,828	1.593	2,912	1	4.817	1.000	4.817	1	88.05	140.27
2002/4	21,951	3,522	1.512	5,325	1	4.861	1.000	4.861	1	171.20	258.85
2003/4	23,302	3,652	1.434	5,237	1	4.085	1.000	4.085	1	149.18	213.93
2004/4	24,387	2,854	1.361	3,884	1	3.592	1.000	3.592	1	102.52	139.51
2005/4	25,483	3,779	1.291	4,879	1	2.143	1.000	2.143	1	80.98	104.56
2006/4	26,526	5,902	1.225	7,230	1	5.632	1.000	5.632	1	332.40	407.19
2007/4	26,813	4,071	1.162	4,731	1	2.227	1.000	2.227	1	90.66	105.36
2008/4	25,711	6,652	1.103	7,337	1	10.443	1.000	10.443	**0.5**	694.67	766.20
Wtd Avg		2,922		5,386		4.089		4.089		119.48	220.23
			m=	5,507			m=	4.385		151.41	264.97
			s=	1,923			s=	2.561		171.68	261.75
			m-2s=	1,661			m-2s=	-0.737		-191.95	-258.53
			m-1s=	3,584			m-1s=	1.824		-20.27	3.22
			m+1s=	7,430			m+1s=	6.946		323.09	526.72
			m+2s=	9,353			m+2s=	9.507		494.77	788.47

	Retro	Pro
Severity Trend	5.4%	5.0%
Frequency Trend	0.0%	0.0%
Pure Premium Trend	5.4%	5.0%

	Selected
A. Selected Weather Severity:	5,386
B. Selected Weather Frequency (per 100):	4.089
C. Wind/Hail Pure Premium = (A) × (B) ÷ 100:	220.23

		Projected
(12)	Linearly Projected Severity	4,672
(13)	Linearly Projected Frequency	5.37
(14)	Linearly Projected Pure Premium	261.15

1 Wind and Hail Earned Exposures
2 Wind and Hail severity, excluding hurricane losses
3. = (1+Selected Retrospective Severity Trend)(Years of Retrospective Trend) ´ (1+Selected Prospective Severity Trend)(Years of Prospective Trend)
4. = (2) × (3)
5 Judgmentally selected weight assigned to calendar year severity.
6 Wind and Hail frequency per 100 exposures, excluding hurricane losses
7. = (1+Selected Retrospective Frequency Trend)(Years of Retrospective Trend) ´ (1+Selected Prospective Frequency Trend)(Years of Prospective Trend)
8 = (6) × (7)
9 Judgmentally selected weight assigned to calendar year frequency.
10 = (2) × (6) ÷ 100
11 = (4) × (8) ÷ 100

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
***Determination of Non-Hurricane, Non-Wind, and Non-Hail Pure Premium**
Based on Total Weather Losses less Wind and Hail and Hurricane Losses
Elite / HO3, Golden Blanket / HO5, Market Value, Market Value Plus

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Four Calendar Quarters Ending	Earned Exposures	Incurred Cost & DCC Severity	Severity Projection Factor	Projected Severity	Severity Weight	Incurred Claim Frequency (per 100)	Frequency Projection Factor	Projected Frequency	Frequency Weight	Historical Pure Premium	Projected Pure Premium
1986/4	8,467	846	7.379	6,243	1	2.126	0.457	0.972	1	17.99	60.68
1987/4	7,811	661	6.789	4,488	1	1.920	0.473	0.908	1	12.69	40.75
1988/4	7,394	773	6.245	4,827	1	2.204	0.490	1.080	1	17.04	52.13
1989/4	7,374	2,564	5.745	14,730	**0.5**	2.360	0.508	1.199	1	60.51	176.61
1990/4	7,679	846	5.286	4,472	1	2.370	0.527	1.249	1	20.05	55.86
1991/4	8,092	902	4.863	4,386	1	2.138	0.546	1.167	1	19.28	51.18
1992/4	8,775	1,123	4.473	5,023	1	1.812	0.566	1.026	1	20.35	51.54
1993/4	9,905	867	4.115	3,568	1	1.797	0.586	1.053	1	15.58	37.57
1994/4	11,503	1,057	3.786	4,002	1	2.478	0.607	1.504	1	26.19	60.19
1995/4	13,113	1,124	3.483	3,915	1	1.823	0.629	1.147	1	20.49	44.91
1996/4	14,748	1,481	3.204	4,745	1	2.068	0.652	1.348	1	30.63	63.96
1997/4	16,279	1,392	2.948	4,104	1	1.818	0.676	1.229	1	25.31	50.44
1998/4	17,957	1,826	2.712	4,952	1	1.593	0.700	1.115	1	29.09	55.21
1999/4	19,550	1,485	2.495	3,705	1	2.041	0.726	1.482	1	30.31	54.91
2000/4	20,717	1,793	2.295	4,115	1	1.965	0.752	1.478	1	35.23	60.82
2001/4	21,694	1,848	2.111	3,901	1	4.969	0.779	3.871	**0.5**	91.83	151.01
2002/4	21,951	1,848	1.942	3,589	1	1.553	0.808	1.255	1	28.70	45.04
2003/4	23,302	1,881	1.787	3,361	1	1.219	0.837	1.020	1	22.93	34.28
2004/4	24,387	3,716	1.644	6,109	1	1.169	0.867	1.014	1	43.44	61.95
2005/4	25,483	2,430	1.512	3,674	1	1.087	0.899	0.977	1	26.41	35.89
2006/4	26,526	5,372	1.391	7,472	1	0.905	0.931	0.843	1	48.62	62.99
2007/4	26,813	5,386	1.280	6,894	1	0.873	0.965	0.842	1	47.02	58.05
2008/4	25,711	8,265	1.178	9,736	1	1.023	1.000	1.023	1	84.55	99.60
Wtd Avg		2,142		5,095		1.815		1.194		38.88	60.83
			m=	5,305			m=	1.252		33.66	63.72
			s=	2,555			s=	0.602		20.87	34.44
			m-2s=	195			m-2s=	0.048		-8.08	-5.16
			m-1s=	2,750			m-1s=	0.650		12.79	29.28
			m+1s=	7,860			m+1s=	1.854		54.53	98.16
			m+2s=	10,415			m+2s=	2.456		75.40	132.60

	Retro	Pro
Severity Trend	8.7%	8.5%
Frequency Trend	-3.5%	0.0%
Pure Premium Trend	4.9%	8.5%

	Selected
A. Selected Weather Severity:	5,095
B. Selected Weather Frequency (per 100):	1.194
C. Other Weather Pure Premium = (A) × (B) ÷ 100:	60.83

		Projected
(12)	Linearly Projected Severity	4,255
(13)	Linearly Projected Frequency	1.34
(14)	Linearly Projected Pure Premium	51.18

1. Earned Exposures
2. Non-Wind and Hail severity, excluding hurricane losses
3 = (1+Selected Retrospective Severity Trend)(Years of Retrospective Trend) ´ (1+Selected Prospective Severity Trend)(Years of Prospective Trend)
4 = (2) × (3)
5 Judgmentally selected weight assigned to calendar year severity.
6 Non-Wind and Hail frequency per 100 exposures, excluding hurricane losses
7 = (1+Selected Retrospective Frequency Trend)(Years of Retrospective Trend) ´ (1+Selected Prospective Frequency Trend)(Years of Prospective Trend)
8 = (6) × (7)
9 Judgmentally selected weight assigned to calendar year frequency
10 = (2) × (6) ÷ 100
11 = (4) × (8) ÷ 100

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Non-Hurricane Weather Pure Premium
Based on Total Weather Losses less Hurricane Losses
Tenants / HO-4 (NC)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Four Calendar Quarters Ending	Earned Exposures	Incurred Cost & DCC Severity	Severity Projection Factor	Projected Severity	Severity Weight	Incurred Claim Frequency (per 100)	Frequency Projection Factor	Projected Frequency	Frequency Weight	Historical Pure Premium	Projected Pure Premium
1986/4	1,326	259	6.343	1,643	1	1.282	0.355	0.455	1	3.32	7.48
1987/4	983	166	5.873	975	1	0.916	0.372	0.341	1	1.52	3.32
1988/4	933	793	5.438	4,312	1	1.179	0.390	0.460	1	9.35	19.84
1989/4	917	257	5.035	1,294	1	1.636	0.409	0.669	1	4.20	8.66
1990/4	956	375	4.662	1,748	1	1.674	0.428	0.716	1	6.28	12.52
1991/4	941	453	4.317	1,956	1	0.956	0.449	0.429	1	4.33	8.39
1992/4	904	369	3.997	1,475	1	0.442	0.471	0.208	1	1.63	3.07
1993/4	923	296	3.701	1,095	1	0.650	0.493	0.320	1	1.92	3.50
1994/4	1,026	523	3.427	1,792	1	0.585	0.517	0.302	1	3.06	5.41
1995/4	1,058	715	3.173	2,269	1	0.567	0.542	0.307	1	4.05	6.97
1996/4	1,147	3,807	2.938	11,185	1	1.395	0.568	0.792	1	53.11	88.59
1997/4	1,176	1,762	2.720	4,793	1	0.850	0.596	0.507	1	14.98	24.30
1998/4	1,294	520	2.519	1,310	1	0.618	0.624	0.386	1	3.21	5.06
1999/4	1,774	522	2.332	1,217	1	0.620	0.655	0.406	1	3.24	4.94
2000/4	2,092	1,219	2.159	2,632	1	0.478	0.686	0.328	1	5.83	8.63
2001/4	2,091	1,215	1.999	2,429	1	1.148	0.719	0.825	1	13.95	20.04
2002/4	1,802	1,288	1.851	2,384	1	0.610	0.754	0.460	1	7.86	10.97
2003/4	1,626	2,040	1.714	3,497	1	0.492	0.790	0.389	1	10.04	13.60
2004/4	1,652	956	1.587	1,517	1	0.242	0.828	0.200	1	2.31	3.03
2005/4	1,713	867	1.470	1,274	1	0.584	0.868	0.507	1	5.06	6.46
2006/4	1,767	1,307	1.361	1,779	1	0.396	0.910	0.360	1	5.18	6.40
2007/4	1,833	843	1.260	1,062	1	0.382	0.954	0.364	1	3.22	3.87
2008/4	1,943	1,699	1.167	1,983	1	1.081	1.000	1.081	1	18.37	21.44
Wtd Avg		967		2,418		0.817		0.470		7.90	11.36
			m=	2,418			m=	0.470		8.09	12.89
			s=	2,155			s=	0.214		10.80	17.68
			m-2s=	-1,892			m-2s=	0.042		-13.51	-22.47
			m-1s=	263			m-1s=	0.256		-2.71	-4.79
			m+1s=	4,573			m+1s=	0.684		18.89	30.57
			m+2s=	6,728			m+2s=	0.898		29.69	48.25

	Retro	Pro
Severity Trend	8.0%	8.0%
Frequency Trend	-4.6%	0.0%
Pure Premium Trend	3.0%	8.0%

	Selected
A. Selected Weather Severity:	2,418
B. Selected Weather Frequency (per 100):	0.470
C. Projected Weather Pure Premium= (A)×(B)÷100:	11.36

		Projected
(12)	Linearly Projected Severity	1,620
(13)	Linearly Projected Frequency	0 39
(14)	Linearly Projected Pure Premium	9.86

1. Earned Exposures
2. Wind and water severity, excluding hurricane losses
3. = (1+Selected Retrospective Severity Trend)(Years of Retrospective Trend) * (1+Selected Prospective Severity Trend)(Years of Prospective Trend)
4. = (2) × (3)
5. Judgmentally selected weight assigned to calendar year severity.
6. Wind and water frequency per 100 exposures, excluding hurricane losses
7. = (1+Selected Retrospective Frequency Trend)(Years of Retrospective Trend) * (1+Selected Prospective Frequency Trend)(Years of Prospective Trend)
8 = (6) × (7)
9 Judgmentally selected weight assigned to calendar year frequency.
10. = (2) × (6) ÷ 100
11 = (4) × (8) ÷ 100

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Non-Hurricane Weather Pure Premium
Based on Total Weather Losses less Hurricane Losses
Condominiums / HO-6 (NC), Comprehensive Condominiums

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Four Calendar Quarters Ending	Earned Exposures	Incurred Cost & DCC Severity	Severity Projection Factor	Projected Severity	Severity Weight	Incurred Claim Frequency (per 100)	Frequency Projection Factor	Projected Frequency	Frequency Weight	Historical Pure Premium	Projected Pure Premium
1986/4	43	0	2.033			0.000	1.000			0.00	
1987/4	45	0	1.974			0.000	1.000			0.00	
1988/4	48	0	1.916			0.000	1.000			0.00	
1989/4	39	539	1.860	1,003	1	5.128	1.000	5.128	1	27.64	51.43
1990/4	34	848	1.806	1,531	1	5.882	1.000	5.882	1	49.88	90.05
1991/4	40	0	1.754			0.000	1.000			0.00	
1992/4	49	0	1.703			0.000	1.000			0.00	
1993/4	63	0	1.653			0.000	1.000			0.00	
1994/4	84	0	1.605			0.000	1.000			0.00	
1995/4	105	0	1.558			0.000	1.000			0.00	
1996/4	131	327	1.513	495	1	1.527	1.000	1.527	1	4.99	7.56
1997/4	145	1,179	1.469	1,732	1	0.690	1.000	0.690	1	8.14	11.95
1998/4	157	1,610	1.426	2,296	1	1.274	1.000	1.274	1	20.51	29.25
1999/4	176	0	1.384			0.000	1.000			0.00	
2000/4	193	913	1.344	1,227	1	0.518	1.000	0.518	1	4.73	6.36
2001/4	188	2,363	1.305	3,084	1	2.660	1.000	2.660	1	62.86	82.03
2002/4	182	608	1.267	770	1	1.648	1.000	1.648	1	10.02	12.69
2003/4	207	696	1.230	856	1	0.483	1.000	0.483	1	3.36	4.13
2004/4	243	2,477	1.194	2,958	1	1.235	1.000	1.235	1	30.59	36.53
2005/4	257	0	1.159			0.000	1.000			0.00	
2006/4	266	2,794	1.126	3,146	1	0.376	1.000	0.376	1	10.51	11.83
2007/4	279	344	1.093	376	1	0.358	1.000	0.358	1	1.23	1.35
2008/4	265	4,050	1.061	4,297	1	0.755	1.000	0.755	1	30.58	32.44
Wtd Avg		1,442		1,829		1.733		1.733		24.99	31.70
			m=	1,829			m=	1.733		11.52	29.05
			s=	1,225			s=	1.801		17.55	29.32
			m-2s=	-621			m-2s=	-1.869		-23.58	-29.59
			m-1s=	604			m-1s=	-0.068		-6.03	-0.27
			m+1s=	3,054			m+1s=	3.534		29.07	58.37
			m+2s=	4,279			m+2s=	5.335		46.62	87.69

	Retro	Pro
Severity Trend	3.0%	3.0%
Frequency Trend	0.0%	0.0%
Pure Premium Trend	3.0%	3.0%

	Selected
A. Selected Weather Severity:	1,829
B. Selected Weather Frequency (per 100):	1.733
C. Projected Weather Pure Premium= (A)×(B)÷100:	31.70

		Projected
(12)	Linearly Projected Severity	1,889
(13)	Linearly Projected Frequency	0.45
(14)	Linearly Projected Pure Premium	13.28

1. Earned Exposures
2. Wind and water severity, excluding hurricane losses
3. = (1+Selected Retrospective Severity Trend)(Years of Retrospective Trend) * (1+Selected Prospective Severity Trend)(Years of Prospective Trend)
4. = (2) × (3)
5. Judgmentally selected weight assigned to calendar year severity.
6 Wind and water frequency per 100 exposures, excluding hurricane losses
7. = (1+Selected Retrospective Frequency Trend)(Years of Retrospective Trend) * (1+Selected Prospective Frequency Trend)(Years of Prospective Trend)
8. = (6) × (7)
9 Judgmentally selected weight assigned to calendar year frequency.
10. = (2) × (6) ÷ 100
11 = (4) × (8) ÷ 100

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Determination of Non-Hurricane Weather Pure Premium
Based on Total Weather Losses less Hurricane Losses
Mobile Home - Broad, Mobile Home - Comprehensive

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Four Calendar Quarters Ending	Earned Exposures	Incurred Cost & DCC Severity	Severity Projection Factor	Projected Severity	Severity Weight	Incurred Claim Frequency (per 100)	Frequency Projection Factor	Projected Frequency	Frequency Weight	Historical Pure Premium	Projected Pure Premium
1986/4	1,225	974	3.087	3,007	1	3.102	1.580	4.901	1	30.21	147.37
1987/4	988	786	2.948	2,317	1	2.024	1.547	3.131	1	15.91	72.55
1988/4	828	640	2.816	1,802	1	2.415	1.515	3.659	1	15.46	65.94
1989/4	763	1,346	2.690	3,621	1	5.898	1.484	8.753	1	79.39	316.95
1990/4	745	1,618	2.569	4,157	1	3.221	1.454	4.683	1	52.12	194.67
1991/4	668	868	2.453	2,129	1	3.144	1.424	4.477	1	27.29	95.32
1992/4	596	356	2.343	834	1	1.510	1.394	2.105	1	5.38	17.56
1993/4	566	921	2.238	2,061	1	3.004	1.366	4.103	1	27.67	84.56
1994/4	562	1,141	2.138	2,439	1	3.203	1.338	4.286	1	36.55	104.54
1995/4	553	870	2.042	1,777	1	3.255	1.310	4.264	1	28.32	75.77
1996/4	570	2,635	1.950	5,138	1	4.561	1.283	5.852	1	120.18	300.68
1997/4	588	8,685	1.863	16,180	1	4.762	1.257	5.986	1	413.58	968.53
1998/4	636	1,921	1.779	3,417	1	2.201	1.231	2.709	1	42.28	92.57
1999/4	718	1,463	1.699	2,486	1	5.432	1.206	6.551	1	79.47	162.86
2000/4	790	1,631	1.623	2,647	1	6.456	1.181	7.625	1	105.30	201.83
2001/4	846	369	1.550	572	1	6.501	1.157	7.522	1	23.99	43.03
2002/4	835	1,387	1.480	2,053	1	2.395	1.133	2.714	1	33.22	55.72
2003/4	783	1,638	1.414	2,316	1	4.087	1.110	4.537	1	66.95	105.08
2004/4	713	1,188	1.350	1,604	1	2.525	1.087	2.745	1	30.00	44.03
2005/4	628	2,713	1.290	3,500	1	3.025	1.064	3.219	1	82.07	112.67
2006/4	541	4,709	1.232	5,801	1	4.621	1.042	4.815	1	217.60	279.32
2007/4	475	2,886	1.177	3,397	1	2.526	1.021	2.579	1	72.90	87.61
2008/4	424	6,848	1.124	7,697	1	9.434	1.000	9.434	1	646.04	726.13
Wtd Avg		2,069		3,520		3.883		4.811		80.34	169.35
			m=	3,520			m=	4.811		97.91	189.36
			s=	3,190			s=	2.034		148.04	226.24
			m-2s=	-2,860			m-2s=	0.743		-198.17	-263.12
			m-1s=	330			m-1s=	2.777		-50.13	-36.88
			m+1s=	6,710			m+1s=	6.845		245.95	415.60
			m+2s=	9,900			m+2s=	8.879		393.99	641.84

	Retro	Pro
Severity Trend	4.7%	6.0%
Frequency Trend	2.1%	0.0%
Pure Premium Trend	6.9%	6.0%

	Selected
A. Selected Weather Severity:	3,520
B. Selected Weather Frequency (per 100):	4.811
C. Projected Weather Pure Premium= (A)×(B)÷100:	169.35

		Projected
(12)	Linearly Projected Severity	3,574
(13)	Linearly Projected Frequency	4.91
(14)	Linearly Projected Pure Premium	196.97

1. Earned Exposures
2. Wind and water severity, excluding hurricane losses
3. = (1+Selected Retrospective Severity Trend)(Years of Retrospective Trend) * (1+Selected Prospective Severity Trend)(Years of Prospective Trend)
4. = (2) × (3)
5. Judgmentally selected weight assigned to calendar year severity.
6. Wind and water frequency per 100 exposures, excluding hurricane losses
7. = (1+Selected Retrospective Frequency Trend)(Years of Retrospective Trend) * (1+Selected Prospective Frequency Trend)(Years of Prospective Trend)
8. = (6) × (7)
9. Judgmentally selected weight assigned to calendar year frequency.
10. = (2) × (6) ÷ 100
11 = (4) × (8) ÷ 100

Exhibit IX

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Effective: 8/18/2009
Protection Class Factors
Homeowners

PPC	Construction Type	Current Factors	Proposed Factors
1	frame		
2	frame	1.099	1.099
3	frame	1.099	1.099
4	frame	1.177	1.177
5	frame	1.177	1.177
6	frame	1.311	1.311
7	frame	1.458	1.402
8 & 8B	frame	2.099	1.486
9	frame	2.677	1.573
10	frame	3.794	3.794
1	masonry		
2	masonry	1.000	1.000
3	masonry	1.000	1.000
4	masonry	1.041	1.041
5	masonry	1.041	1.041
6	masonry	1.177	1.177
7	masonry	1.320	1.231
8 & 8B	masonry	1.787	1.388
9	masonry	2.265	1.838
10	masonry	3.097	3.097

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Earthquake Rate

Effective: August 18, 2009

Current Rate per $1,000

Description	Coverage	FRAME: 5% Deductible Rate per $1000 Zones							ALL OTHER: 5% Deductible Rate per $1000 Zones							FRAME: 10% Deductible Rate per $1000 Zones						
		1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
HO Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
HO Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
TN Form	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
CO Form w/o Extended Repl. Cost Option	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
CO Form w/ Extended Repl. Cost Option	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Add. and Alt. for CO and TN	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Assessment Option (all forms excl. TN)	Desired Limit	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11

Proposed Rate per $1,000

Description	Coverage	FRAME: 5% Deductible Rate per $1000 Zones							ALL OTHER: 5% Deductible Rate per $1000 Zones							FRAME: 10% Deductible Rate per $1000 Zones						
		1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
HO Form w/o Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
HO Form w/ Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
TN Form	Coverage C	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.23	0.17	0.11
CO Form w/o Extended Repl. Cost Option	Coverage C	-	-	0.34	0.21	0.21	0.21	0.16	-	-	0.36	0.36	0.29	0.26	0.16	-	-	0.27	0.18	0.14	0.13	0.11
CO Form w/ Extended Repl. Cost Option	Coverage C	-	-	0.34	0.21	0.21	0.21	0.16	-	-	0.36	0.36	0.29	0.26	0.16	-	-	0.27	0.18	0.14	0.13	0.11
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.19	0.15	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
Loss of Use	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.19	0.15	0.11
Add. and Alt. for CO and TN	Amt of Inc. Only	-	-	0.46	0.31	0.31	0.31	0.22	-	-	0.52	0.52	0.41	0.39	0.28	-	-	0.34	0.27	0.22	0.20	0.15
Loss of Assessment Option (all forms excl. TN)	Desired Limit	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
MH Form w/o Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22								-	-	0.34	0.34	0.27	0.23	0.15
MH Form w/ Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22								-	-	0.34	0.34	0.27	0.23	0.15
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16								-	-	0.27	0.27	0.19	0.15	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	-	-	0.46	0.46	0.36	0.36	0.22								-	-	0.34	0.34	0.27	0.23	0.15
Loss of Use	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16								-	-	0.27	0.27	0.19	0.15	0.11

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Earthquake Rate

Effective August 18, 2009

Current Rate per $1,000

ALL OTHER: 10% Deductible Rate per $1000 Zones							FRAME: 15% Deductible Rate per $1000 Zones							ALL OTHER: 15% Deductible Rate per $1000 Zones						
1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Proposed Rate per $1,000

ALL OTHER: 10% Deductible Rate per $1000 Zones							FRAME: 15% Deductible Rate per $1000 Zones							ALL OTHER: 15% Deductible Rate per $1000 Zones						
1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.18	0.14	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.27	0.27	0.23	0.21	0.11	0.51	0.51	0.22	0.14	0.12	0.10	0.09	0.51	0.51	0.22	0.22	0.18	0.17	0.09
-	-	0.27	0.27	0.23	0.21	0.11	0.51	0.51	0.22	0.14	0.12	0.10	0.09	0.51	0.51	0.22	0.22	0.18	0.17	0.09
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.15	0.12	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.15	0.12	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.38	0.38	0.31	0.30	0.18	0.75	0.75	0.27	0.22	0.18	0.16	0.12	0.92	0.92	0.30	0.30	0.25	0.24	0.14
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
							0.75	0.75	0.27	0.27	0.22	0.19	0.12							
							0.75	0.75	0.27	0.27	0.22	0.19	0.12							
							0.51	0.51	0.22	0.22	0.15	0.12	0.09							
							0.75	0.75	0.27	0.27	0.22	0.19	0.12							
							0.51	0.51	0.22	0.22	0.15	0.12	0.09							

Exhibit XI

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Earthquake Impact per Form

	Homeowners		Tenants		Condominiums		Mobile Homeowner	
Earthquake Zone	EQ Premium	Impact	EQ Premium	Impact	EQ Premium	Impact	EQ Premium	Impact
1	323,571	18.1%	1,856	12.3%	877	31.6%	706	7.9%
2	1,790	0.0%	22	0.0%	0	0.0%	62	0.0%
3	7,997	30.1%	23	54.3%	0	0.0%	62	27.8%
4	4,630	27.3%	56	45.2%	0	0.0%	0	0.0%
5	3,494	38.0%	0	0.0%	0	0.0%	22	42.8%
6	71,245	33.0%	378	54.7%	503	28.9%	40	0.0%
7	46,273	0.0%	167	0.0%	342	0.0%	59	0.0%
Overall Impact		**18.9%**		**18.9%**		**24.5%**		**8.7%**

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Effective Date: August 18, 2009

Financial Responsibility Class

Homeowners

FRC	2007 Earned Exposures	2007 Earned Premium	Current Factor	Proposed Factor	Impact	% Change after off-balance
1	622	190,204	0.49	0.49	0.00%	-1.31%
2	721	248,279	0.49	0.49	0.00%	-1.31%
3	752	248,099	0.49	0.49	0.00%	-1.31%
4	847	281,633	0.49	0.49	0.00%	-1.31%
5	726	245,094	0.53	0.53	0.00%	-1.31%
6	1,035	354,081	0.56	0.56	0.00%	-1.31%
7	902	334,968	0.58	0.58	0.00%	-1.31%
8	1,448	528,973	0.60	0.60	0.00%	-1.31%
9	1,176	438,616	0.62	0.62	0.00%	-1.31%
10	9,621	3,538,919	0.65	0.65	0.00%	-1.31%
11	2,217	876,252	0.68	0.68	0.00%	-1.31%
12	7,612	3,053,898	0.71	0.71	0.00%	-1.31%
13	2,716	1,188,819	0.74	0.74	0.00%	-1.31%
14	3,077	1,428,124	0.77	0.77	0.00%	-1.31%
15	2,984	1,430,539	0.81	0.81	0.00%	-1.31%
16	6,302	3,066,417	0.84	0.84	0.00%	-1.31%
17	2,437	1,306,280	0.88	0.88	0.00%	-1.31%
18	6,632	3,470,528	1.10	1.16	5.00%	3.62%
19	1,426	797,278	1.17	1.23	5.00%	3.62%
20	1,041	599,801	1.20	1.26	5.00%	3.62%
21	707	496,037	1.56	1.64	5.00%	3.62%
811A	412	147345.47	0.77	0.77	0.00%	-1.31%
811B	419	109411.09	0.56	0.59	5.00%	3.62%
812A	287	117198.06	0.77	0.77	0.00%	-1.31%
812B	317	77000.17	0.56	0.59	5.00%	3.62%
Total	56,439	24,573,794	0.78	0.79	1.33%	0.00%

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Effective Date: August 18, 2009
Financial Responsibility Class

Tenants

FRC	2007 Earned Exposures	2007 Earned Premium	Current Factor	Proposed Factor	Impact	% Change after off-balance
1	103	9,486	0.50	0.50	0.00%	-2.55%
2	69	6,643	0.50	0.50	0.00%	-2.55%
3	64	6,451	0.50	0.50	0.00%	-2.55%
4	54	5,779	0.50	0.50	0.00%	-2.55%
5	65	6,587	0.54	0.54	0.00%	-2.55%
6	91	7,694	0.56	0.56	0.00%	-2.55%
7	87	8,814	0.58	0.58	0.00%	-2.55%
8	104	11,471	0.61	0.61	0.00%	-2.55%
9	139	15,140	0.63	0.63	0.00%	-2.55%
10	91	10,996	0.66	0.66	0.00%	-2.55%
11	108	12,912	0.68	0.68	0.00%	-2.55%
12	95	12,909	0.71	0.71	0.00%	-2.55%
13	114	14,158	0.74	0.74	0.00%	-2.55%
14	106	15,460	0.77	0.77	0.00%	-2.55%
15	103	15,252	0.81	0.81	0.00%	-2.55%
16	129	18,340	0.84	0.84	0.00%	-2.55%
17	159	24,945	0.88	0.88	0.00%	-2.55%
18	187	31,100	1.10	1.16	5.00%	2.32%
19	309	51,522	1.17	1.23	5.00%	2.32%
20	265	46,838	1.20	1.26	5.00%	2.32%
21	348	74,820	1.54	1.62	5.00%	2.32%
811A	33	5,130	0.94	0.88	-6.38%	-8.77%
811B	10	1,566	0.72	0.76	5.00%	2.32%
812A	31	4,224	0.92	0.88	-4.35%	-6.79%
812B	19	2,004	0.72	0.76	5.00%	2.32%
Total	2,883	420,242	0.91	0.94	2.62%	0.00%

Arkansas Homeowners
Nationwide Mutual Fire Insurance Company
Effective Date: August 18, 2009
Financial Responsibility Class

Condominiums

FRC	2007 Earned Exposures	2007 Earned Premium	Current Factor	Proposed Factor	Impact	% Change after off-balance
1	19	2,393	0.48	0.48	0.00%	2.25%
2	30	3,750	0.48	0.48	0.00%	2.25%
3	17	2,312	0.48	0.48	0.00%	2.25%
4	13	2,434	0.48	0.48	0.00%	2.25%
5	12	1,727	0.52	0.52	0.00%	2.25%
6	25	3,744	0.54	0.54	0.00%	2.25%
7	57	9,779	0.57	0.57	0.00%	2.25%
8	27	4,283	0.59	0.59	0.00%	2.25%
9	70	12,218	0.61	0.61	0.00%	2.25%
10	24	4,231	0.64	0.64	0.00%	2.25%
11	19	3,066	0.67	0.67	0.00%	2.25%
12	20	3,836	0.70	0.70	0.00%	2.25%
13	50	10,307	0.73	0.73	0.00%	2.25%
14	6	1,831	0.76	0.76	0.00%	2.25%
15	42	11,586	0.80	0.80	0.00%	2.25%
16	28	5,500	0.84	0.84	0.00%	2.25%
17	23	4,181	0.88	0.88	0.00%	2.25%
18	6	1,637	1.10	1.16	5.00%	7.36%
19	10	2,314	1.17	1.23	5.00%	7.36%
20	4	859	1.20	1.26	5.00%	7.36%
21	10	2,066	1.56	1.64	5.00%	7.36%
811A	33	5,130	0.85	0.67	-21.18%	-19.41%
811B	10	1,566	0.65	0.65	0.00%	2.25%
812A	31	4,224	0.84	0.67	-20.24%	-18.45%
812B	19	2,004	0.65	0.65	0.00%	2.25%
Total	605	106,977	0.69	0.68	-2.20%	0.00%

Revised Exhibit I

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company
Effective August 18, 2009
Income Effect

Policy Form	Premium	Indicated Rate Level Change	Indicated Premium Effect	Proposed/Resolved Rate Level Change	Selected Premium Effect
Homeowners	$29,820,921	9.8%	$2,922,450	8.6%	$2,564,599
Tenants	523,608	-14.0%	-$73,305	0.0%	0
Condominium	102,696	-7.1%	-$7,291	0.0%	0
Mobile Home	339,279	2.0%	$6,786	0.0%	0
Subtotal	30,786,504	9.3%	2,848,639	8.3%	2,564,599
Earthquake					
Homeowners	$459,000	300.3%	$1,378,377	18.9%	$86,751
Tenants	2,502	676.8%	$16,934	18.9%	473
Condominium	1,722	241.6%	$4,160	24.5%	422
Mobile Home	951	887.0%	$8,435	0.0%	0
EQ Total	464,175	303.3%	1,407,906	18.9%	87,646
Combined					
Homeowners	$30,279,921	14.2%	$4,300,827	8.8%	$2,651,350
Tenants	526,110	-10.7%	-$56,372	0.1%	473
Condominium	104,418	-3.0%	-$3,131	0.4%	422
Mobile Home	340,230	4.5%	$15,221	0.0%	0
Total	$31,250,679	13.6%	$4,256,546	8.5%	$2,652,245

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Earthquake Rate

Effective: August 18, 2009

Current Rate per $1,000

Description	Coverage	FRAME: 5% Deductible Rate per $1000 Zones							ALL OTHER: 5% Deductible Rate per $1000 Zones							FRAME: 10% Deductible Rate per $1000 Zones						
		1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
HO Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
HO Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
TN Form	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
CO Form w/o Extended Repl. Cost Option	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
CO Form w/ Extended Repl. Cost Option	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Add. and Alt. for CO and TN	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Assessment Option (all forms excl. TN)	Desired Limit	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11

Proposed Rate per $1,000

Description	Coverage	FRAME: 5% Deductible Rate per $1000 Zones							ALL OTHER: 5% Deductible Rate per $1000 Zones							FRAME: 10% Deductible Rate per $1000 Zones						
		1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
HO Form w/o Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
HO Form w/ Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
TN Form	Coverage C	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.23	0.17	0.11
CO Form w/o Extended Repl. Cost Option	Coverage C	-	-	0.34	0.21	0.21	0.21	0.16	-	-	0.36	0.36	0.29	0.26	0.16	-	-	0.27	0.18	0.14	0.13	0.11
CO Form w/ Extended Repl. Cost Option	Coverage C	-	-	0.34	0.21	0.21	0.21	0.16	-	-	0.36	0.36	0.29	0.26	0.16	-	-	0.27	0.18	0.14	0.13	0.11
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.19	0.15	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
Loss of Use	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.19	0.15	0.11
Add. and Alt. for CO and TN	Amt of Inc. Only	-	-	0.46	0.31	0.31	0.31	0.22	-	-	0.52	0.52	0.41	0.39	0.28	-	-	0.34	0.27	0.22	0.20	0.15
Loss of Assessment Option (all forms excl. TN)	Desired Limit	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
MH Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Earthquake Rate

Effective: August 18, 2009

Current Rate per $1,000

ALL OTHER: 10% Deductible Rate per $1000 Zones							FRAME: 15% Deductible Rate per $1000 Zones							ALL OTHER: 15% Deductible Rate per $1000 Zones						
1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Proposed Rate per $1,000

ALL OTHER: 10% Deductible Rate per $1000 Zones							FRAME: 16% Deductible Rate per $1000 Zones							ALL OTHER: 15% Deductible Rate per $1000 Zones						
1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.18	0.14	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.27	0.27	0.23	0.21	0.11	0.51	0.51	0.22	0.14	0.12	0.10	0.09	0.51	0.51	0.22	0.22	0.18	0.17	0.09
-	-	0.27	0.27	0.23	0.21	0.11	0.51	0.51	0.22	0.14	0.12	0.10	0.09	0.51	0.51	0.22	0.22	0.18	0.17	0.09
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.15	0.12	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.15	0.12	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.38	0.38	0.31	0.30	0.18	0.75	0.75	0.27	0.22	0.18	0.16	0.12	0.92	0.92	0.30	0.30	0.25	0.24	0.14
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
							-	-	-	-	-	-	-							
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							-	-	-	-	-	-	-							

May 7, 2009

Mr. Jay Bradford, Commissioner
Arkansas Insurance Department
Property & Casualty Division
1200 W. 3rd Street
Little Rock, Arkansas 72201-1904

Attention: Ms. Becky Harrington

Re: Nationwide Mutual Fire Insurance Company, NAIC No. 23779
Arkansas Homeowners Rate Revision
Company File No. 09H-6177AR-JM
SERFF Tracking No. NWPC-126053050

Dear Becky Harrington:

We are making the following amendment to the above captioned revision, originally filed with the Arkansas Insurance Department on March 5, 2009 and approved March 20, 2009. Our proposed effective date is August 18, 2009.

Due to programing limitations, we are eliminating the 15 percent earthquake deductible roll and accompanying earthquake rate increase approved for Mobile Homeowners policy forms as reflected on draft manual page MH-53. As a result, there will be no change to the current Mobile Home manual associated with this review. We are attaching revised filing Exhibit I and Exhibit X to reflect this change.

We will forward final printed Homeowers and Dwelling Fire manual pages upon availability. Please contact me at (614) 249-6647 or at (800) 882-2822, extension 96647, with any questions. You may also reach me via facsimile at (614) 249-5113 or via e-mail at *mesaroj@nationwide.com*.

Sincerely,

Joseph A. Mesaros
Pricing Analyst

JAM
Attachment

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 Nationwide Mutual Fire Insurance Company

NAIC No. 23779 GROUP No. 140

1. If you have had an insurance to value campaign during the experience filing period, describe the campaign and estimate its impact.
   The company has continued with its Home Care initiative, where employees review insured properties for review of adequate insurance to value and the identification of hazards. Customers are encouraged to remediate hazardous conditions that are identified. During 2007, 2602 properties were inspected before renewal and 1834 of them have seen their ITV percentage increased. The average increase in the ITV was 20 percent.

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.
   We have used a cost estimator for dwelling for approximately 25 years. We moved to a component based tool provided by Marshall-Swift/Boeckh in 2002, which we believe improves the accuracy of the insurance to value calculation, which protects our customers in the event of a loss. As noted in the answer to question #1, some homes experienced an increase.

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.
   For dwellings, we require a minimum 40 percent amount of insurance to reconstruction amount. The customer has the option of insuring the dwelling at 40 percent to 100 percent of the reconstruction cost. This decision is made by the customer after a reconstruction amount is determined by a representative of our company. Insuring at less than 100 percent of the reconstruction cost does not provide for the customer to choose our replacement cost plus coverage option, which provides for an additional 25 percent of the dwelling coverage amount to be available in the event of a loss.

4. If you use an Inflation Guard form or similar type of coverage, describe the coverage(s) and estimate the impact.
   We do use inflation guard protection, which adjusts the dwelling coverage in accordance with indexes provided by Marshall-Swift/Boeckh. The current average annual adjustment is in the one to two percent range.

5. Specify the percentage given for credits or discounts for the following:
   a. Fire Extinguisher 5, 7, 10, 15 %
   b. Burglar Alarm 2, 4, 5, 7, 10, 15 %
   c. Smoke Alarm 2, 4, 5, 7, 10, 15%

d. Insured who has both homeowners and auto with your company 20 %
e. Deadbolt Locks 5, 7, 10, 15 %
f. Window or Door Locks 0 %
g. Other (Specify) _____ %

6. Are there any areas in the State of Arkansas in which your company will not write homeowners insurance?
We do not write insurance for those homes defined to be in ISO Protection Class 10.
If so, state areas and explain reason for not writing These areas are unprotected.

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

FORM	PREMIUM VOLUME
Homeowners (HO-3)	$24,370,478
Tenants (HO-4)	$455,120
Condominium (HO-6)	$94,878
Mobile Homeowners (HO-7)	$334,595

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

9. Is there a surcharge on risks with wood heat? Yes
If yes, state surcharge 5%
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.

Joseph A Mesaros
Signature

Joseph A. Mesaros
Printed Name

Sr. Pricing Analyst
Title

614-249-6647
Telephone Number

mesaroj@nationwide.com
Email Address

NAIC Number:	23779
Company Name:	Nationwide Mutual Fire Insurance Company
Contact Person:	Joseph A. Mesaros
Telephone No.:	(614)249-6647
Email Address:	mesaroj@nationwide.com
Effective Date:	8/18/2009

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

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

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

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*	$1,039.92	$1,142.87	$1,020.64	$1,121.68	$1,249.45	$1,373.14	$1,496.25	$1,644.38	$1,488.54	$1,635.91	$1,212.17	$1,332.18	$1,207.03	$1,326.53	$1,218.60	$1,339.24	$1,285.44	$1,412.70
	$120,000	$1,345.21	$1,478.38	$1,320.27	$1,450.97	$1,616.25	$1,776.25	$1,935.50	$2,127.12	$1,925.53	$2,116.16	$1,568.02	$1,723.26	$1,561.37	$1,715.95	$1,576.34	$1,732.40	$1,662.80	$1,827.42
	$160,000	$1,727.12	$1,898.11	$1,695.10	$1,862.91	$2,075.11	$2,280.54	$2,485.01	$2,731.02	$2,472.20	$2,716.94	$2,013.20	$2,212.50	$2,004.66	$2,203.12	$2,023.87	$2,224.23	$2,134.88	$2,346.24
6	*$80,000*	$1,223.99	$1,363.34	$1,201.29	$1,338.06	$1,470.60	$1,638.03	$1,761.09	$1,961.59	$1,752.01	$1,951.48	$1,426.73	$1,589.16	$1,420.67	$1,582.42	$1,434.29	$1,597.58	$1,512.96	$1,685.21
	$120,000	$1,583.31	$1,763.57	$1,553.95	$1,730.87	$1,902.32	$2,118.90	$2,278.09	$2,537.45	$2,266.35	$2,524.37	$1,845.57	$2,055.68	$1,837.74	$2,046.96	$1,855.35	$2,066.58	$1,957.12	$2,179.94
	$160,000	$2,032.82	$2,264.26	$1,995.13	$2,222.27	$2,442.40	$2,720.47	$2,924.85	$3,257.84	$2,909.78	$3,241.05	$2,369.53	$2,639.30	$2,359.48	$2,628.11	$2,382.10	$2,653.29	$2,512.76	$2,798.83
9	*$80,000*	$1,911.38	$1,635.80	$1,875.94	$1,605.47	$2,296.49	$1,965.38	$2,750.11	$2,353.61	$2,735.94	$2,341.47	$2,227.97	$1,906.75	$2,218.52	$1,898.66	$2,239.78	$1,916.86	$2,362.64	$2,022.00
	$120,000	$2,472.49	$2,116.01	$2,426.65	$2,076.78	$2,970.66	$2,542.36	$3,557.46	$3,044.55	$3,539.12	$3,028.86	$2,882.03	$2,466.50	$2,869.80	$2,456.04	$2,897.31	$2,479.58	$3,056.23	$2,615.59
	$160,000	$3,174.45	$2,716.76	$3,115.59	$2,666.39	$3,814.05	$3,264.14	$4,567.44	$3,908.91	$4,543.90	$3,888.77	$3,700.25	$3,166.76	$3,684.56	$3,153.33	$3,719.87	$3,183.55	$3,923.92	$3,358.17

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*	$108.46	$108.46	$108.46	$108.46	$112.75	$112.75	$114.21	$114.21	$114.21	$114.21	$114.21	$114.21	$114.21	$114.21	$112.75	$112.75	$129.77	$129.77
	$15,000	$174.94	$174.94	$174.94	$174.94	$181.85	$181.85	$184.21	$184.21	$184.21	$184.21	$184.21	$184.21	$184.21	$184.21	$181.85	$181.85	$209.31	$209.31
	$25,000	$233.54	$233.54	$233.54	$233.54	$242.77	$242.77	$245.93	$245.93	$245.93	$245.93	$245.93	$245.93	$245.93	$245.93	$242.77	$242.77	$279.43	$279.43
6	*$5,000*	$127.66	$127.66	$127.66	$127.66	$132.70	$132.70	$134.43	$134.43	$134.43	$134.43	$134.43	$134.43	$134.43	$134.43	$132.70	$132.70	$152.74	$152.74
	$15,000	$205.90	$205.90	$205.90	$205.90	$214.04	$214.04	$216.82	$216.82	$216.82	$216.82	$216.82	$216.82	$216.82	$216.82	$214.04	$214.04	$246.36	$246.36
	$25,000	$274.88	$274.88	$274.88	$274.88	$285.74	$285.74	$289.45	$289.45	$289.45	$289.45	$289.45	$289.45	$289.45	$289.45	$285.74	$285.74	$328.89	$328.89
9	*$5,000*	$245.67	$245.67	$245.67	$245.67	$255.37	$255.37	$258.69	$258.69	$258.69	$258.69	$258.69	$258.69	$258.69	$258.69	$255.37	$255.37	$293.93	$293.93
	$15,000	$396.24	$396.24	$396.24	$396.24	$411.89	$411.89	$417.24	$417.24	$417.24	$417.24	$417.24	$417.24	$417.24	$417.24	$411.89	$411.89	$474.09	$474.09
	$25,000	$528.98	$528.98	$528.98	$528.98	$549.87	$549.87	$557.02	$557.02	$557.02	$557.02	$557.02	$557.02	$557.02	$557.02	$549.87	$549.87	$632.90	$632.90

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	*5,7,10,15*	%	*Deadbolt Lock*	*5,7,10,15*	%
Burglar Alarm	*2,4,5,7,10,15*	%	*Window Locks*		%
Smoke Alarm	*2,4,5,7,10,15*	%	*$1,000 Deductible*	*17*	%
			Other (specify)		
					%
			Maximum Credit Allowed	*29.5*	%

EARTHQUAKE INSURANCE

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

ARE YOU CURRENTLY WRITING EARTHQUAKE COVERAGE IN ARKANSAS?	yes	*(yes or no)*
WHAT IS YOUR PERCENTAGE DEDUCTIBLE?	5, 10	%

	Zone	Brick	Frame
WHAT IS YOUR PRICE PER $1,000 OF COVERAGE?	Highest Risk	$ 0.92	$ 0.75
	Lowest Risk	$ 0.28	$ 0.22

NAIC LOSS COST DATA ENTRY DOCUMENT

1.	This filing transmittal is part of Company Tracking #	**09H-6177AR-JM**

2.	If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number	**N/A**

		Company Name		Company NAIC Number
3.	**A.**	**Nationwide Mutual Fire Insurance Company**	**B.**	**23779**

		Product Coding Matrix Line of Business (i.e., Type of Insurance)		Product Coding Matrix Line of Insurance (i.e., Sub-type of Insurance)
4.	**A.**	**Homeowners**	**B.**	

5.

(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	FOR LOSS COSTS ONLY (D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
Homeowners	**9.8%**	**8.6%**					
Tenants	**-14.0%**	**0.0%**					
Condominium	**-7.1%**	**0.0%**					
Mobile Homeowners	**2.0%**	**0.0%**					
TOTAL OVERALL EFFECT	**9.3%**	**8.3%**					

6. 5 Year History — Rate Change History

Year	Policy Count	% of Change	Effective Date	State Earned Premium (000)	Incurred Losses (000)	State Loss Ratio	Countrywide Loss Ratio
2007	**28,937**	**7.0%**	**08/23/2008**	**23,566**	**18,448**	**78.3%**	**46.1%**
2007	**28,937**	**4.8%**	**02/16/2008**	**23,566**	**18,448**	**78.3%**	**46.1%**
2007	**28,937**	**6.7%**	**07/15/2007**	**23,566**	**18,448**	**78.3%**	**46.1%**
2005	**28,079**	**0.1%**	**10/01/2005**	**22,853**	**12,388**	**54.2%**	**58.7%**
2004	**26,887**	**0.4%**	**10/01/2004**	**20,127**	**10,333**	**51.3%**	**70.1%**

7.

Expense Constants	Selected Provisions
A. Total Production Expense	**15.3%**
B. General Expense	**9.2%**
C. Taxes, License & Fees	**3.2%**
D. Underwriting Profit & Contingencies	**10.0%**
E. Other (explain)	
F. TOTAL	**37.7%**

8. **N** Apply Lost Cost Factors to Future filings? (Y or N)

9. **21.4** Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): _____
HO-3, All Mono-line Policies

10. **0** Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): _____

HO-8, All Multi-line Policies

Effective March 1, 2007

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	Group NAIC #
	Nationwide Insurance Companies	140

4.	Company Name(s)	Domicile	NAIC #	FEIN #	State #
	Nationwide Mutual Fire Insurance Company	OH	23779	31-4177110	03

5.	Company Tracking Number	09H-6177AR-JM

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

6.	Name and address	Title	Telephone #s	FAX #	e-mail
	Joseph A. Mesaros One Nationwide Plaza 01-19-18 Columbus, OH 43215	Sr. Pricing Analyst	(800)882-2822 Ext. 96647	(614)249-5113	mesaroj@nationwide.com

7.	Signature of authorized filer	Joseph A Mesaros
8.	Please print name of authorized filer	Joseph A. Mesaros

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

9.	Type of Insurance (TOI)	Homeowners
10.	Sub-Type of Insurance (Sub-TOI)	Homeowners Sub-TOI Combinations
11.	State Specific Product code(s) (if applicable)[See State Specific Requirements]	NA

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12.	**Company Program Title** (Marketing title)	NA
13.	**Filing Type**	☐ Rate/Loss Cost ☐ Rules ☒ Rates/Rules ☐ Forms ☐ Combination Rates/Rules/Forms ☐ Withdrawal ☐ Other (give description)
14.	**Effective Date(s) Requested**	New: 8/18/2009 Renewal: 8/18/2009
15.	**Reference Filing?**	☐ Yes ☒ No
16.	**Reference Organization** (if applicable)	
17.	**Reference Organization # & Title**	
18.	**Company's Date of Filing**	
19.	**Status of filing in domicile**	☒ Not Filed ☐ Pending ☐ Authorized ☐ Disapproved

Property & Casualty Transmittal Document—

20.	**This filing transmittal is part of Company Tracking #**	**09H-6177AR-JM**

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

FILING MEMORANDUM

Outlined herein are the details and supporting data relating to the changes in Homeowners rates.

STATEWIDE CHANGE

The indication developed in this filing for all policy forms combined is based on an assumed effective date of August 18, 2009. Exhibit II shows five years of homeowners experience ending September 30, 2008, evaluated as of December 31, 2008, by form for the Nationwide Mutual Fire Insurance Company. Exhibit I shows the indicated rate changes as well as our proposed rate changes by policy forms. The effect of all the changes for all policy forms is a statewide premium level increase of 8.5 percent.

In the prior review we increased base rates for the homeowners form by 7.0 percent with the revision effective August 23, 2008. The indicated rate need for the homeowners form at that time was 13.7 percent. We did raise the rate for tenants and condominiums by 10% with the last rate review.

Earned Premium

We have adjusted the earned premiums on Exhibit II, row (1), to current rate level. They are further modified by the premium projection factors shown in row (2). These factors reflect past and anticipated future increases in the average amount of insurance, deductible, and territory relativities.

Accident Year Losses

The following adjustments to losses are summarized in rows (4) through (15) of Exhibit II:

1. The actual losses have been adjusted to ultimate accident year costs. We removed losses greater than $140,000 for the Homeowners policy form. The losses were developed; then, the large losses were added back into the estimated ultimate losses.

   The ultimate losses represent the ultimate cost expected when all claims are finally closed. Row (4) of Exhibit II shows the estimated ultimate accident year loss costs for all non-weather causes combined.

2. The loss cost projection factors, shown in row (5) of Exhibit II, reflect changes that have occurred in average loss costs levels from the midpoint of each year to the present. They also reflect the change anticipated from the present to the future average claim date, assuming an effective date of August 18, 2009. Exhibit IV reflects the determination of the non-weather loss projection factors. Row (11) shows the projected estimated ultimate loss costs. Exhibit VI shows the Arkansas and Companywide paid loss trend data for all four policy forms.

3. The calendar year weather losses are decomposed into their frequency and severity components. The average long-term frequency is calculated after adjusting for outlying annual frequencies. This average

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frequency is used as the estimate of the expected weather frequency in the prospective period. The projected weather severity is calculated as the average of the projected weather severities for each year after adjusting for outlying yearly severities. The severity for each calendar year is projected to the prospective period using the selected severity trend. The loss trend for homeowners does not include hurricane losses and is divided into wind and hail and other weather. The weather loss trends for tenants, condominiums and mobile homes do not split wind and hail from other weather. The weather severity loss trends can be viewed in Exhibits VII and VIII.

The expected frequency and severity are used to calculate the expected weather pure premium for the prospective period, also shown on Exhibits VII and VIII. The expected weather pure premium is multiplied by a provision for allocated loss adjustment expenses. This adjusted weather pure premium determines the expected future weather losses and allocated loss adjustment expenses for each experience year in the calculation of the indicated rate level. The projected weather losses are shown in row (8) of Exhibit II.

4. The estimated loss ratios in row (12) of Exhibit II are calculated as the ratio of the projected estimated ultimate loss costs in row (11) of Exhibit II to the projected current level earned premium in row (3) of Exhibit II, and then are averaged, with greater weight given to the more recent years to be responsive to changes in the portfolio or loss climate.

Projected Expense Adjustments

Fixed Expenses, which include General Expense, Other Acquisition, and Unallocated Loss Adjustment, are calculated as a percentage of projected current-leveled earned premium.

Fixed Expenses

Homeowners	**15.3%**
Tenants	**26.9%**
Condominium	**21.1%**
Mobile Homeowners	**15.6%**

The average projected fixed expense is exposure-weighted across all five years as shown on Exhibit II, row (18).

Permissible Loss, Loss Adjustment, and Fixed Expense Ratio

The 61.8 percent permissible loss, loss adjustment, and fixed expense ratio is derived using the components of the variable expense ratio of 28.2 percent, which includes the average commission and brokerage ratio for all agency states, the state premium tax rate, plus an allowance for miscellaneous taxes, licenses, and fees based on Companywide data.

Permissible Loss, Loss Adjustment, and Fixed Expense Ratio
(100% - Variable Expenses - 10% Profit Provision) = 61.8 percent

Exhibit XIII is the Companies' Financial Needs Model, which demonstrates the need for a 10.0 percent loading for underwriting gain and contingencies, considering total investment income from all sources.

CHANGES BY POLICY FORM

The table below shows a summary of the proposed rate level and earthquake changes by policy form:

Policy Form	Rate Level	Rate Level and Earthquake
Homeowners	8.6%	8.8%
Tenants	0.0%	0.1%
Condominiums	0.0%	0.4%
Mobile Homes	0.0%	0.0%
Total	**8.3%**	**8.5%**

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Base Rates
We are revising base rates for Homeowners, Tenants, and Condominiums forms as reflected on draft manual pages H-13, H-17, and H-18.

Financial Responsibility Rating Factor
We are revising Financial Responsibility Class (FRC) factors for homeowners, tenants, and condominiums forms. Draft manual page H-407 reflects this change.

Property Protection Classification
We are removing the deviations from ISO protection class definitions. In addition, we are revising the protection class factors for the dwelling form only. See draft manual pages H- 3 to 10 and H-13 to 15 for details.

Earthquake Factors and Deductible
We are implementing a 15% earthquake deductible in addition to the 5% and 10% deductibles that are currently available. We are making the 15% earthquake deductible mandatory in earthquake zones one and two. The mandatory 15% deductible for zones one and two will apply to Homeowners, Tenants, Condominium, and Mobile Homeowner forms. The associated revised earthquake rates may be viewed on draft manual pages H-416 to H-419 and MH – 53.

Safe Home Rating Plan
We are implementing a claims threshold exception rule for the Homeowner, Tenants, and Condominium policy forms. See draft manual page H-407 for details.

Associate Discount
As a companywide initiative, we are implementing an associate discount for all Homeowner, Tenant, and Condominium policy holders that are also a current or retired employee of a Nationwide affiliated company. See draft manual page H-408 to 410 for details.

Miscellaneous Editorial Changes
We are making miscellaneous editorial changes associated with the aforementioned changes.

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 #: NA (Will pay by EFT)
Amount: $100

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.)**

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Effective March 1, 2007

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 #**	**09H-6177AR-JM**

2.	**This filing corresponds to form filing number** (Company tracking number of form filing, if applicable)	NA

☒ Rate Increase ☐ Rate Decrease ☐ Rate Neutral (0%)

3.	**Filing Method (Prior Approval, File & Use, Flex Band, etc.)**	**Prior Approval**

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)
Nationwide Mutual Fire Insurance Company	**13.6**	**8.5**	**2,366,673**	**28,058**	**27,843,212**		

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 (where required)	Minimum % Change (where required)

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**	**7.0%**
7.	**Effective Date of last rate revision**	**August 23, 2008**
8.	**Filing Method of Last filing (Prior Approval, File & Use, Flex Band, etc.)**	**Prior Approval**

9.	**Rule # or Page # Submitted for Review**	**Replacement or Withdrawn?**	**Previous state filing number, if required by state**
01	H-3 to 10, H-13 to 15, H-17, H- 18 to 400, DF-PC-1, DF-PC-2, DF-PC-3 to 10	☐ New ☒ Replacement ☐ Withdrawn	
02	H-407, H-408 to 410,	☐ New ☒ Replacement ☐ Withdrawn	
03	H-416, H-417,H-418, H-419, MH-53,	☐ New ☒ Replacement ☐ Withdrawn	

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Nationwide Mutual and Affiliated Insurance Companies

Financial Needs Model

Underwriting Profit Provision Support

Homeowners

The required underwriting profit provision used in this filing's rate level analysis was developed using an internal rate of return model that incorporates the estimated timing of premium receipts, loss payments, expense payments and other underwriting components. This model simulates a single insurance transaction (Premium = $100.00) and its related assets flow and determines the required underwriting profit provision that would result in the desired rate of return on the surplus that supports the transaction.

The underlying surplus supporting the transaction at any given point in time is a function of the insurance reserves being held. Also, if the cash balance is insufficient to offset the insurance liabilities less receivables, additional surplus is committed to fund these reserves.

In addition to the historical payout patterns and expense provisions, the model reflects the following assumptions:

Desired Rate of Return:	15.0 %
Equity Allocated to Line of Business Using Premium to Surplus Ratio:	1.07 to 1.00
Reserve to Premium Ratio:	0.85 to 1.00
Investment Yield – Single Rate Equivalent:	6.00 %
Portion of Assets Available for Investments:	93.0 %
Federal Tax Rate:	35.0 %

Page 2 of this exhibit displays the cash flow resulting from these assumptions. The model derives an underwriting profit of $13.99 (sum the net underwriting flow across all time periods) in order to achieve the desired rate of return. Page 3 provides the model's required assets (sum of reserve and surplus requirements) as well as the available assets (sum of receivables and cash balance from insurance operations). If the available assets are not sufficient to offset the required assets, additional assets (from surplus) must be infused to support the transaction. Page 4 displays the assets flow (negative values indicate flow to insurance operations while positive values indicate flow back to surplus). The total asset flow is then discounted at the desired rate of return, and the resulting sum of the discounted asset flow is $0.00. Thus, an underwriting profit provision of 13.99 percent ($13.99/$100.00) is expected to achieve a 15.0 percent rate of return.

For this filing, we have selected to use a 10.0 underwriting profit provision which results in a 12.2 percent return on surplus.

Nationwide Mutual and Affiliated Insurance Companies

Homeowners

Cash Flow Related to Insurance Operations

Months from Policy Inception	Cash Flow: Net Underwriting	Cash Flow: Investment Income	Cash Flow: Federal Income Tax	Cash Flow: Total	Actual Cash Balance	Excess Cash Flow	Adjusted Cash Balance
-1	(0.11)	0.00	0.00	(0.11)	0.00	0.00	0.00
0	61.65	0.00	4.28	65.93	65.93	0.00	65.93
3	(7.59)	2.42	(3.45)	(8.63)	57.31	0.00	57.31
6	(0.63)	1.99	(3.11)	(1.75)	55.56	0.00	55.56
9	(14.18)	1.58	(2.91)	(15.51)	40.04	0.00	40.04
12	(11.68)	0.96	(2.67)	(13.38)	26.66	0.00	26.66
15	(5.74)	0.46	(0.03)	(5.31)	21.35	4.62	16.73
18	(2.18)	0.27	0.02	(1.90)	14.83	2.76	12.07
21	(1.19)	0.19	(0.01)	(1.00)	11.07	1.56	9.51
24	(0.81)	0.15	(0.01)	(0.67)	8.84	1.08	7.76
27	(0.49)	0.14	(0.02)	(0.37)	7.40	0.70	6.69
30	(0.36)	0.12	(0.03)	(0.26)	6.43	0.52	5.91
33	(0.33)	0.11	(0.02)	(0.24)	5.66	0.50	5.16
36	(0.26)	0.10	(0.02)	(0.18)	4.98	0.39	4.59
39	(0.21)	0.09	(0.05)	(0.17)	4.42	0.29	4.12
42	(0.21)	0.08	(0.01)	(0.15)	3.98	0.31	3.66
45	(0.18)	0.07	(0.01)	(0.12)	3.54	0.27	3.27
48	(0.16)	0.06	(0.01)	(0.11)	3.16	0.25	2.91
51	(0.13)	0.06	0.00	(0.07)	2.85	0.22	2.63
54	(0.14)	0.05	(0.01)	(0.10)	2.53	0.21	2.32
57	(0.12)	0.05	(0.01)	(0.08)	2.23	0.18	2.05
60	(0.11)	0.04	(0.01)	(0.07)	1.98	0.17	1.81
72	(0.34)	0.16	(0.04)	(0.22)	1.59	0.51	1.08
84	(0.24)	0.10	(0.02)	(0.16)	0.92	0.35	0.56
96	(0.08)	0.05	(0.01)	(0.04)	0.53	0.13	0.39
108	(0.07)	0.04	(0.01)	(0.04)	0.35	0.11	0.24
120	(0.04)	0.02	(0.01)	(0.02)	0.22	0.06	0.16
132	(0.03)	0.01	(0.00)	(0.02)	0.14	0.05	0.09
144	(0.02)	0.01	(0.00)	(0.02)	0.07	0.03	0.04
156	(0.01)	0.00	(0.00)	(0.01)	0.03	0.02	0.01
168	(0.00)	0.00	(0.00)	(0.00)	0.01	0.00	0.01
180	(0.00)	0.00	(0.00)	(0.00)	0.01	0.00	0.00
192	(0.00)	0.00	(0.00)	0.00	0.00	0.00	0.00
204	(0.00)	0.00	(0.00)	(0.00)	0.00	0.00	0.00
216	(0.00)	0.00	(0.00)	0.00	0.00	0.00	0.00
228	(0.00)	0.00	(0.00)	(0.00)	0.00	0.00	0.00
240	(0.00)	0.00	(0.00)	0.00	0.00	0.00	0.00
252	(0.00)	0.00	(0.00)	(0.00)	0.00	0.00	0.00
264	(0.00)	0.00	(0.00)	(0.00)	0.00	0.00	0.00
276	(0.00)	0.00	(0.00)	(0.00)	0.00	0.00	0.00
288	(0.00)	0.00	(0.00)	(0.00)	0.00	0.00	0.00
300	0.00	0.00	0.00	0.00	0.00	0.00	0.00
312	0.00	0.00	0.00	0.00	0.00	0.00	0.00
324	0.00	0.00	0.00	0.00	0.00	0.00	0.00
336	0.00	0.00	0.00	0.00	0.00	0.00	0.00
348	0.00	0.00	0.00	0.00	0.00	0.00	0.00
360	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	13.99	9.38	(8.18)	15.19			

Nationwide Mutual and Affiliated Insurance Companies

Homeowners

Assets Required to Support Insurance Operations

Months from Policy Inception	Required Assets: Unearned Premium Reserve	Required Assets: Loss & LAE Reserve	Required Assets: Required Underlying Surplus	Required Assets: Total	Available Assets from Operations: Premium Receivable	Available Assets from Operations: Salvage & Subrogation Receivable	Available Assets from Operations: Required Cash Balance	Assets Prior to Infusion
-1	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0	100.00	0.00	111.11	211.11	18.98	0.00	65.93	84.92
3	75.00	7.59	91.77	174.36	16.64	0.13	57.31	74.08
6	50.00	10.81	67.57	128.38	3.11	0.24	55.56	58.92
9	25.00	11.81	40.90	77.71	0.80	0.35	40.04	41.19
12	0.00	13.76	15.29	29.06	0.00	0.43	26.66	27.10
15	0.00	8.10	9.00	17.11	0.00	0.38	16.73	17.11
18	0.00	5.88	6.53	12.40	0.00	0.33	12.07	12.40
21	0.00	4.64	5.16	9.80	0.00	0.28	9.51	9.80
24	0.00	3.80	4.22	8.01	0.00	0.25	7.76	8.01
27	0.00	3.28	3.64	6.92	0.00	0.22	6.69	6.92
30	0.00	2.89	3.21	6.11	0.00	0.20	5.91	6.11
33	0.00	2.52	2.80	5.33	0.00	0.16	5.16	5.33
36	0.00	2.24	2.49	4.73	0.00	0.14	4.59	4.73
39	0.00	2.01	2.24	4.25	0.00	0.12	4.12	4.25
42	0.00	1.79	1.99	3.77	0.00	0.11	3.66	3.77
45	0.00	1.60	1.78	3.37	0.00	0.10	3.27	3.37
48	0.00	1.42	1.58	2.99	0.00	0.08	2.91	2.99
51	0.00	1.28	1.42	2.70	0.00	0.07	2.63	2.70
54	0.00	1.13	1.25	2.38	0.00	0.06	2.32	2.38
57	0.00	1.00	1.11	2.11	0.00	0.05	2.05	2.11
60	0.00	0.88	0.98	1.86	0.00	0.04	1.81	1.86
72	0.00	0.53	0.59	1.11	0.00	0.03	1.08	1.11
84	0.00	0.28	0.31	0.58	0.00	0.02	0.56	0.58
96	0.00	0.19	0.21	0.40	0.00	0.01	0.39	0.40
108	0.00	0.12	0.13	0.25	0.00	0.01	0.24	0.25
120	0.00	0.08	0.09	0.16	0.00	0.00	0.16	0.16
132	0.00	0.04	0.05	0.09	0.00	0.00	0.09	0.09
144	0.00	0.02	0.02	0.04	0.00	0.00	0.04	0.04
156	0.00	0.01	0.01	0.01	0.00	0.00	0.01	0.01
168	0.00	0.00	0.00	0.01	0.00	0.00	0.01	0.01
180	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
192	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
204	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
216	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
228	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
240	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
252	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
264	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
276	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
288	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
300	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
312	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
324	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
336	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
348	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
360	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Nationwide Mutual and Affiliated Insurance Companies

Homeowners

Infused and Excess Asset Flows Resulting from Insurance Operations

Months from Policy Inception	Required Assets	Assets Prior to Infusion	Required Infused Assets	Infused Asset Flow	Excess Asset Flow	Total Asset Flow	Discount Factor at 15.0% ROR	Discounted Asset Flow
-1	0.00	0.00	0.00	0.00	(0.11)	(0.11)	1.0117	(0.11)
0	211.11	84.92	126.19	(126.19)	0.00	(126.19)	1.0000	(126.19)
3	174.36	74.08	100.28	25.92	0.00	25.92	0.9657	25.03
6	128.38	58.92	69.47	30.81	0.00	30.81	0.9325	28.73
9	77.71	41.19	36.52	32.94	0.00	32.94	0.9005	29.66
12	29.06	27.10	1.96	34.56	0.00	34.56	0.8696	30.05
15	17.11	17.11	0.00	1.96	4.62	6.58	0.8397	5.53
18	12.40	12.40	0.00	0.00	2.76	2.76	0.8109	2.24
21	9.80	9.80	0.00	0.00	1.56	1.56	0.7830	1.22
24	8.01	8.01	0.00	0.00	1.08	1.08	0.7561	0.82
27	6.92	6.92	0.00	0.00	0.70	0.70	0.7302	0.51
30	6.11	6.11	0.00	0.00	0.52	0.52	0.7051	0.37
33	5.33	5.33	0.00	0.00	0.50	0.50	0.6809	0.34
36	4.73	4.73	0.00	0.00	0.39	0.39	0.6575	0.26
39	4.25	4.25	0.00	0.00	0.29	0.29	0.6349	0.19
42	3.77	3.77	0.00	0.00	0.31	0.31	0.6131	0.19
45	3.37	3.37	0.00	0.00	0.27	0.27	0.5921	0.16
48	2.99	2.99	0.00	0.00	0.25	0.25	0.5718	0.14
51	2.70	2.70	0.00	0.00	0.22	0.22	0.5521	0.12
54	2.38	2.38	0.00	0.00	0.21	0.21	0.5332	0.11
57	2.11	2.11	0.00	0.00	0.18	0.18	0.5149	0.09
60	1.86	1.86	0.00	0.00	0.17	0.17	0.4972	0.08
72	1.11	1.11	0.00	0.00	0.51	0.51	0.4323	0.22
84	0.58	0.58	0.00	0.00	0.35	0.35	0.3759	0.13
96	0.40	0.40	0.00	0.00	0.13	0.13	0.3269	0.04
108	0.25	0.25	0.00	0.00	0.11	0.11	0.2843	0.03
120	0.16	0.16	0.00	0.00	0.06	0.06	0.2472	0.02
132	0.09	0.09	0.00	0.00	0.05	0.05	0.2149	0.01
144	0.04	0.04	0.00	0.00	0.03	0.03	0.1869	0.01
156	0.01	0.01	0.00	0.00	0.02	0.02	0.1625	0.00
168	0.01	0.01	0.00	0.00	0.00	0.00	0.1413	0.00
180	0.00	0.00	0.00	0.00	0.00	0.00	0.1229	0.00
192	0.00	0.00	0.00	0.00	0.00	0.00	0.1069	0.00
204	0.00	0.00	0.00	0.00	0.00	0.00	0.0929	0.00
216	0.00	0.00	0.00	0.00	0.00	0.00	0.0808	0.00
228	0.00	0.00	0.00	0.00	0.00	0.00	0.0703	0.00
240	0.00	0.00	0.00	0.00	0.00	0.00	0.0611	0.00
252	0.00	0.00	0.00	0.00	0.00	0.00	0.0531	0.00
264	0.00	0.00	0.00	0.00	0.00	0.00	0.0462	0.00
276	0.00	0.00	0.00	0.00	0.00	0.00	0.0402	0.00
288	0.00	0.00	0.00	0.00	0.00	0.00	0.0349	0.00
300	0.00	0.00	0.00	0.00	0.00	0.00	0.0304	0.00
312	0.00	0.00	0.00	0.00	0.00	0.00	0.0264	0.00
324	0.00	0.00	0.00	0.00	0.00	0.00	0.0230	0.00
336	0.00	0.00	0.00	0.00	0.00	0.00	0.0200	0.00
348	0.00	0.00	0.00	0.00	0.00	0.00	0.0174	0.00
360	0.00	0.00	0.00	0.00	0.00	0.00	0.0151	0.00
Total				0.00	15.19	15.19		(0.00)

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Nationwide Associate Discount

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STEPS TO RATE A HOMEOWNER POLICY

Eff. 8-18-09

A. Determine eligibility and desirability.

B. Classify

1. Determine the Territory Zone.
2. Determine Fire Protection Class using Fire Protection Requirements.
3. Determine construction — masonry, masonry veneer, or frame.

C. Determine the amount of coverage (Insuring to Full Replacement Cost is recommended).

D. Calculate the Base Premium for type of policy desired. If the desired amount of coverage is not shown, follow the Instructions for Interpolation of Policy Amounts.

E. Apply each of the following rules, if necessary, in this order:

1. Insurance to Value Base Premium Adjustment.
2. Deductible Rating Rule.
3. Multi-Family Dwellings.
4. Class Rated Townhouses.
5. Fire Restrictive Construction.
6. Secondary Locations.
7. Condominium Rental Charge.
8. Protective Device Credit Rule.
9. Premium Credits For Age of Construction and Home Renovation.

F. Check for other Additional Section I Coverages, Increased Limits, and Personal Liability coverages.

G. Apply Safe Home Rating Plan Factor.

H. Apply Financial Responsibility Rate Factor.

I. Apply Supplemental Heating Surcharge.

J. Apply Nationwide Associate Discount

~~J.~~ K. Apply Home and Car Discount.

~~K.~~ L. For applicable endorsements, refer to the buff page headed

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FIRE PROTECTION REQUIREMENTS

INSERT A

~~Use the Protection Classification Listing shown in the Nationwide Dwelling Fire Portfolio instead of the listings in the ISO Public Protection Classification Manual. Other than the assignment of Protection Class 11, the protection class assigned should be no higher than that assigned by ISO.~~

CONSTRUCTION OF DWELLING

A. MASONRY — A dwelling with walls of masonry or masonry veneered construction.

B. FRAME — A dwelling with walls of frame, or metal-sheathed, or stuccoed frame construction, or with walls of metal, or metal lath, and plaster on combustible supports.

C. MIXED — A dwelling is classed as frame construction when the wall area of frame construction (including gables) exceeds 50 percent of the total wall area.

To determine proportions in mixed construction, consider wall areas from average outside ground or street level to roof lines. Include as wall areas a mansard and ends of a gable roof if equivalent to an additional story. Exclude basement wall areas below average ground or street level.

D. FIRE RESISTIVE — Building having walls, partitions, floors, roof, and ceiling assemblies constructed entirely of incombustible materials.

ROOF CONSTRUCTION

A. APPROVED ROOF — Includes roof of metal, slate, wooden shingles, tile, asbestos composition shingles, and composition roofing materials.

B. UNAPPROVED ROOF — Includes roofs of boards, rolled roofing, and tar paper. When the roof (other than roofs of open porches) of a dwelling is surfaced with both approved and unapproved materials, the entire roof is classed as "Unapproved."

POLICY DECLARATIONS

A. When a policy is written in accordance with the Fire Protection Requirements, the following instructions apply:

1. Distance from hydrant — Insert on the Declarations the distance in feet from nearest fire hydrant.

2. Distance from fire department — Insert on the Declarations the distance in miles from principal fire department.

B. Identification of Premises — Where there are multiple residences at the same address, the location of the covered premises must be identified on the Declarations by the apartment number, the condominium unit number, or other positive identification.

C. Seasonal Dwellings — Eligible seasonal dwellings must be designated "seasonal" on the Declarations.

D. Incidental Occupancy — For eligible occupancies, designate the type of occupancy on the Declarations.

E. Joint Owner, Non-Occupant — Such eligible Insureds must be designated as Additional Insureds on the Declarations.

F. Church Parsonages — For such eligible dwellings, designate the minister as the Insured and the church as an Additional Insured on the Declarations.

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Protection Classification Information

Homeowners, Tenants, and Condominium Policies

1. Use the Protection Classification Listing shown in the ISO Community Mitigation Classification Manual.

   A classified area means that area or fire department is listed in the ISO Community Mitigation Classification Manual.

2. Inside Classified Area

   Inside city limits or within the limits of recognized fire districts.

   a. Dwellings located within the corporate limits of the municipality or established boundaries of a fire district will be accorded the rating classification of the municipality or district as established. (51)

   b. In a classified area where one or more classifications are indicated (e.g. 6/9) the first class shown applies to properties within five road miles of a responding fire department and within 1,000 feet of a fire hydrant. (52)

   c. In a classified area where two or more classifications are indicated (e.g. 6/9) the second class shown applies to properties within five road miles of a responding fire department but beyond 1,000 feet of a fire hydrant. (53)

   d. Protection Class 10 applies to properties that are beyond five road miles of a responding fire department.(54)

3. Outside Classified Area (Unprotected)

   Dwellings for which protection credit is not provided under the rules above shall rate as Class 10.(50)

PREMIUM COMPUTATION FOR HOMEOWNER POLICIES

BASE RATE
Eff. ~~8-23-08~~ 8-18-09

Step (1)

$1,503.44

Multiply the base rate of ~~$1,392.81~~ by the appropriate Territory rating factor from Table A below. Round to the nearest penny.

TABLE A — TERRITORY RATING FACTORS

Rating Territory	Factor
79	0.972
81	0.814
84	0.809
85	0.948
89	0.981
90	0.965
91	0.965
92	0.981
93	1.000
94	0.891
100	0.891
101	1.164
102	1.164
103	1.164
104	1.158
105	1.158
106	1.158
107	1.158
108	1.154
109	0.794
110	0.814
111	0.794
112	0.794
113	0.842
114	0.842
115	0.939
116	0.954
117	0.954
118	0.943
119	0.943
120	0.943
121	0.939
122	0.939

Step (2)

Multiply the result from Step (1) by the appropriate Protection Class/Type of Construction rating factor in Table B. Round to the nearest penny.

INSERT B

TABLE B — PROTECTION CLASS/CONSTRUCTION TYPE RATING FACTORS

Protection Class	Entire State		
	MAS	FRM	MSV
02	1.000	1.099	1.000
03	1.000	1.099	1.000
04	1.041	1.177	1.041
05	1.041	1.177	1.041
06	1.177	1.311	1.177
07	1.320	1.458	1.320
08	1.787	2.099	1.787
09	2.265	2.677	2.265
10	3.097	3.794	3.097
11	4.032	4.590	4.032

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TABLE B -
PROTECTION CLASS/CONSTRUCTION TYPE
RATING FACTORS

Protection Class	Entire State		
	MAS	FRM	MSV
02	1.000	1.099	1.000
03	1.000	1.099	1.000
04	1.041	1.177	1.041
05	1.041	1.177	1.041
06	1.177	1.311	1.177
07	1.231	1.402	1.231
08	1.388	1.486	1.388
09	1.838	1.573	1.838
10	3.097	3.794	3.097

PREMIUM COMPUTATION FOR TENANTS POLICIES

BASE RATE
Eff. ~~8-23-08~~ 8-18-09

Step (1)

$181.85

Multiply the base rate of ~~$186.61~~ by the appropriate Territory rating factor from Table A below. Round to the nearest penny.

TABLE A — TERRITORY RATING FACTORS
Eff. 10-1-05

Rating Territory	Factor
84, 111, 113	0.962
79, 85, 91, 92, 102, 105, 109, 110, 112, 114, 116, 118	1.000
81, 89, 90, 94, 101, 103, 104, 106, 107, 108, 115, 117, 119, 120-122	1.013
93	1.151

Step (2)

Multiply the result from Step (1) by the appropriate Protection Class/Number of Families rating factor in Table B. Round to the nearest penny.

TABLE B — PROTECTION CLASS/NUMBER OF FAMILIES* RATING FACTORS

Protection Class	Terr: Entire State	
	1 – 4	A/O
02	1.000	1.000
03	1.000	1.000
04	1.000	1.000
05	1.095	1.095
06	1.095	1.095
07	1.248	1.248
08	1.248	1.248
09	1.600	1.600
10	1.600	1.600
~~11~~	~~1.819~~	~~1.819~~

* 1 – 4: One to four families or fire resistive.
A/O: All other risks.

Step (3)

Multiply the result from Step (2) by the appropriate Amount of Insurance rating factor from Table C. Interpolation may be used to calculate factors for amounts not shown. See page H — 401 for instructions. Round to the nearest penny, then round to the nearest whole dollar.

TABLE C — AMOUNT OF INSURANCE RATING FACTORS

Amount of Insurance	All Territories
$ 4,000	0.620
5,000	0.620
6,000	0.620
7,000	0.652
8,000	0.690
9,000	0.740
10,000	0.780
11,000	0.832
12,000	0.873
13,000	0.912
14,000	0.953
15,000	1.000
16,000	1.040
17,000	1.078
18,000	1.120
19,000	1.155
20,000	1.194
25,000	1.335
30,000	1.496
35,000	1.657
40,000	1.803
45,000	1.940
**5,000	0.121

** Add For Each Additional $5,000

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PREMIUM COMPUTATION FOR CONDOMINIUM POLICIES

BASE RATE
Eff. ~~8-23-08~~ 8-18-09

Step (1)

$349.95

Multiply the base rate of ~~$342.25~~ by the appropriate Territory rating factor from Table A below. Round to the nearest penny.

TABLE A — TERRITORY RATING FACTORS

Rating Territory	Factor
All	1.000

Step (2)

Multiply the result from Step (1) by the appropriate Protection Class/Number of Families rating factor in Table B. Round to the nearest penny.

TABLE B — PROTECTION CLASS/NUMBER OF FAMILIES* RATING FACTORS

Protection Class	Terr: Entire State	
	1 – 4	A/O
02	1.000	1.000
03	1.000	1.000
04	1.000	1.000
05	1.100	1.100
06	1.100	1.100
07	1.100	1.100
08	1.100	1.100
09	1.592	1.592
10	1.592	1.592
~~11~~	~~1.815~~	~~1.815~~

* 1 – 4: One to four families or fire resistive.
A/O: All other risks.

Step (3)

Multiply the result from Step (2) by the appropriate Amount of Insurance rating factor from Table C. Interpolation may be used to calculate factors for amounts not shown. See page H — 401 for instructions. Round to the nearest penny, then round to the nearest whole dollar.

TABLE C — AMOUNT OF INSURANCE RATING FACTORS

Amount of Insurance	All Territories
$ 4,000	0.471
5,000	0.471
6,000	0.471
7,000	0.500
8,000	0.529
9,000	0.563
10,000	0.592
11,000	0.632
12,000	0.661
13,000	0.690
14,000	0.718
15,000	0.753
16,000	0.787
17,000	0.816
18,000	0.845
19,000	0.868
20,000	0.897
25,000	1.000
30,000	1.121
35,000	1.241
40,000	1.351
45,000	1.448
**5,000	0.086

** Add For Each Additional $5,000

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HOMEOWNER INSTRUCTIONS AND PREMIUM INTERPOLATION TABLES

INSTRUCTIONS FOR INTERPOLATION OF POLICY AMOUNTS

These tables are designed to obtain premiums for amounts of insurance not provided in Table C — Amount of Insurance Rating Factors. Interpolation of policy amounts should be done before any calculation for other coverages. When interpolating for deductibles other than $250, calculate the premium for the desired amount for $250 deductible. Then apply the factor for the desired deductible.

INSERT C

Calculation

		Example
(1)	Desired amount of insurance	$52,245
(2)	Highest amount of insurance shown in Table C that is less than the desired amount in (1)	50,000
(3)	Lowest amount of insurance shown in Table C that is greater than the desired amount in (1)	55,000
(4)	Difference between (1) and (2) above: (1) minus (2)	2,245
(5)	Difference between (3) and (2) above: (3) minus (2)	5,000
(6)	Result of (4) divided by (5), rounded to three decimal places	0.449
(7)	Base Premium associated with the amount of insurance in (2) above. Developed from Step (3) and Table C of Base Premium Computation	$ 814.00
(8)	Base Premium associated with the amount of insurance in (3) above. Developed from Step (3) and Table C of Base Premium Computation	$ 840.00
(9)	Difference in premiums between (8) and (7): (8) minus (7)	$ 26.00
(10)	Factor in (6) applied to premium difference; (9) multiplied by (6). Round to the nearest penny	$ 11.67
(11)	Premium for the desired amount of insurance; (7) plus (10)	$ 825.67

After all calculations for optional deductibles and to other optional coverages, the final annual premium is rounded to the nearest dollar.

INSTRUCTIONS FOR POLICY AMOUNTS IN EXCESS OF BASE PREMIUM TABLES

To calculate premiums in $5,000 increments for amounts in excess of those shown in Table C — Amount of Insurance Factors, follow premium computation steps 1 through 3 using the Amount of Insurance Rating Factor for each additional $5,000. Interpolate as shown above.

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		Example
	Calculation	
(1)	Desired amount of insurance	$52,245
(2)	Highest amount of insurance shown in Table C that is less than the desired amount in (1)	50,000
(3)	Lowest amount of insurance shown in Table C that is greater than the desired amount in (1)	55,000
(4)	Difference between (1) and (2) above: (1) - (2)	2,245
(5)	Difference between (3) and (2) above: (3) - (2)	5,000
(6)	Result of (4) divided by (5), rounded to three decimal places	0.449
(7)	Base premium associated with the amount of insurance in (2) above. Developed from Step (3) and Table C of Base Premium Computation	$ 1,007.00
(8)	Base premium associated with the amount of insurance in (3) above. Developed from Step (3) and Table C of Base Premium Computation	$ 1,022.00
(9)	Difference in premium between (8) and (7): (8) - (7)	$ 15.00
(10)	Factor in (6) applied to the premium difference; (9) * (6). Round to the nearest penny	$ 6.74
(11)	Premium for the desired amount of insurance. (7) + (10)	$ 1,013.74

CREDITS AND CHARGES (cont'd)

J. SAFE HOME RATING PLAN (cont'd)

The Number of Points Accumulated from Paid Claims in the Last Three Years

The number of points is determined by the number of points accumulated, according to the table below, in the last three years (ending 90 days prior to the policy effective date). A qualified claim is considered to be any claim, which results in a net paid loss during this 3-year period. Weather and catastrophe related losses and losses, which only have payments under Medical Payments coverage, are also NOT considered to be qualified claims.

Cause of Loss	Points
Catastrophe	0
Medical Payments	0
Weather	0
Section II Liability	5
All Other	3

INSERT D

K. FINANCIAL RESPONSIBILITY RATE FACTOR
Eff. 8-23-08

Based on Nationwide's Proprietary Credit Scoring Model for use in Arkansas, the scoring rules listed below are applicable. Based on the resulting credit score and its corresponding Financial Responsibility Class, multiply the accumulated premium by the appropriate factor in the table below:

INSERT E

Financial Responsibility Class	Rate Factors		
	Homeowner	Condo-minium	Tenants
1	0.49	0.48	0.50
2	0.49	0.48	0.50
3	0.49	0.48	0.50
4	0.49	0.48	0.50
5	0.53	0.52	0.54
6	0.56	0.54	0.56
7	0.58	0.57	0.58
8	0.60	0.59	0.61
9	0.62	0.61	0.63
10	0.65	0.64	0.66
11	0.68	0.67	0.68
12	0.71	0.70	0.71
13	0.74	0.73	0.74
14	0.77	0.76	0.77
15	0.81	0.80	0.81
16	0.84	0.84	0.84
17	0.88	0.88	0.88
18	1.10	1.10	1.10
19	1.17	1.17	1.17
20	1.20	1.20	1.20
21	1.56	1.56	1.54
811 & <60 Years Old	0.77	0.85	0.94
811 & 60+ Years Old	0.56	0.65	0.72
812 & <60 Years Old	0.77	0.84	0.92
812 & 60+ Years Old	0.56	0.65	0.72

New Business Scoring:

The following rules (in order of precedence) are applicable:

1. Credit reports shall be obtained for the first and second named insureds.
2. On a policy where the first and second named insured has a credit score, the credit class associated with the first or second named insured with the best credit score shall be assigned to the policy.
3. If the first and second named insureds are all exclusions or a combination of exclusions and no-hits, a Financial Responsibility Class 811 Factor applies. The age of the oldest first or second named insured shall be used to determine which class 811 factor applies.
4. On policies where the first or second named insureds are all credit "no-hits," the Financial Responsibility Class 812 Factor shall be assigned to the policy. The age of the first or second named insured shall be used to determine which class 812 factor applies.

Renewal Scoring:

The following rules (in order of precedence) are applicable:

1. Credit reports shall be obtained for the first and second named insureds.
2. On a policy where the first or second named insured has a credit score, the credit class associated with the first or second named insured with the best credit score shall be assigned to the policy.
3. If the first and second named insureds are all exclusions or a combination of exclusions and "no-hits," a Financial Responsibility Class 811 Factor applies. The age of the oldest first or second named insured shall be used to determine which class 811 factor applies.

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Arkansas Homeowners
INSERT D
H - 407
EFF: 8/18/2009

A claim that is qualified for SHRP is any claim chargeable for SHRP with the following exception:

Claim Threshold Exception – If a policyholder has a single claim chargeable for SHRP during the three year period prior to and including the policy effective date with a paid loss amount of $500 or less, this claim will not be considered a claim qualified for SHRP. Should there be more than one claim chargeable for SHRP with a paid loss during the three-year period prior to and including the policy effective date, then all claims chargeable, regardless of paid amount, will be considered claims qualified for SHRP.

Arkansas Homeowners
INSERT E
H- 407

Financial	Rate Factors		
Responsibility Class	Homeowner	Condominium	Tenants
1	0.49	0.48	0.50
2	0.49	0.48	0.50
3	0.49	0.48	0.50
4	0.49	0.48	0.50
5	0.53	0.52	0.54
6	0.56	0.54	0.56
7	0.58	0.57	0.58
8	0.60	0.59	0.61
9	0.62	0.61	0.63
10	0.65	0.64	0.66
11	0.68	0.67	0.68
12	0.71	0.70	0.71
13	0.74	0.73	0.74
14	0.77	0.76	0.77
15	0.81	0.80	0.81
16	0.84	0.84	0.84
17	0.88	0.88	0.88
18	1.16	1.16	1.16
19	1.23	1.23	1.23
20	1.26	1.26	1.26
21	1.64	1.64	1.62
811 & <60 Years Old	0.77	0.67	0.88
811 & 60+ Years Old	0.59	0.65	0.76
812 & <60 Years Old	0.77	0.67	0.88
812 & 60+ Years Old	0.59	0.65	0.76

CREDITS AND CHARGES (cont'd)

K. FINANCIAL RESPONSIBILITY RATE FACTOR (cont'd)
Eff. 8-23-08

Renewal Scoring (cont'd):

4. On policies where the first or second named insureds are all credit "no-hits," the Financial Responsibility Class 812 Factor shall be assigned to the policy. The age of the first or second named insured shall be used to determine which class 812 factor applies.

5. Policies may move up or down only two credit classes per review, subject to the following credit reclassification rules:

   Move policies to a better credit class upon renewal if:

   a. It is the annual renewal date for the policy, AND

   b. The policy satisfies the requirements of the better credit class.

   Move policies to a worse credit class upon renewal if:

   a. It is the annual renewal date for the policy, AND

   b. The policy satisfies the requirements of the worse credit class.

6. Once a policy reaches its true Financial Responsibility Class, credit will only be ordered every three years.

Renewal Scoring Exception:

Policies where the first or second named insureds were all prior "no-hits" or exclusions are subject to the New Business Scoring Rules above.

Added/Deleted Named Insured(s) and Spouse:

1. Do not order a credit report on the added named insured at the time of the change.

2. Apply the Renewal Business Scoring Rules at the annual renewal date of the policy.

When the first or second named insured is deleted from the policy at any time other than the annual renewal of the policy, the following rules apply:

1. The policy retains the current credit class.

2. Apply the Renewal Business Scoring Rules at the annual renewal date of the policy.

Spin-Off Policies

Any time a new policy must be set up for an existing customer of a Nationwide Company, a new credit class must be established using the rules outlined in the New Business Scoring portion of the Financial Responsibility Rate Factor section of this rating manual.

L. SUPPLEMENTAL HEATING CHARGE

This rule applies to Homeowner Policies

Charge applies to fuel burning appliances, including wood, coal and pellet stoves, cook-stoves, freestanding stoves, freestanding fireplaces, and fireplaces with fireplace inserts. Conventional masonry fireplaces and factory-built fireplaces without fireplace inserts, and coal furnaces as well as portable heating units are not included in this class.

When the charge applies, the otherwise applicable premiums shall be increased by 5 percent (multiply by a factor of 1.05). This charge is applied to the premium after the application of the Financial Responsibility Credit.

The charges are not applicable to the premium charged for Optional Coverage Against Backing of Sewers and Drains or New Construction Theft Coverage.

INSERT F

M. HOME AND CAR DISCOUNT
N. Eff. 2-16-08

This rule applies to Homeowner, Tenants, and Condominium policies only.

When the Named Insured is also the Named Insured under a Nationwide Mutual Insurance Company Standard Auto policy, the otherwise applicable premiums shall be reduced by 20 percent (multiply by a factor of 0.80). This discount is applied after the application of all other charges and credits, including charges for additional Section I coverages and Personal Liability coverages.

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M. NATIONWIDE ASSOCIATE DISCOUNT

This rule applies to Homeowner, Tenant, and Condominium policies

When a Named Insured on the policy is either a current employee or a retiree of Nationwide Mutual Insurance Company, or any subsidiary (direct or indirect) company of Nationwide Mutual Insurance Company, or any affiliate company of Nationwide Mutual Insurance Company, the otherwise applicable premium shall be reduced by 10 percent (multiply by .90).

This discount applies to the accumulated premium after the application of the Replacement Cost Plus charge, if applicable.

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE

INSERT G

FRAME

Rate per $1,000								
5% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Tenants Form	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.75	0.75	0.36	0.36	0.26	0.26	0.22

These charges are not subject to Condominium Rental charge or deductible credits.

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Arkansas Homeowner
INSERT G
H- 416

FRAME
Rate per $1,000

5% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.46	0.46	0.36	0.36	0.22
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.46	0.46	0.36	0.36	0.22
Tenants Form	(Coverage C)	-	-	0.36	0.36	0.29	0.29	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.34	0.21	0.21	0.21	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.34	0.21	0.21	0.21	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.36	0.31	0.29	0.29	0.16
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.46	0.46	0.36	0.36	0.22
Loss of Use	(Amount of Increase Only)	-	-	0.36	0.31	0.29	0.29	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.46	0.31	0.31	0.31	0.22
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.46	0.46	0.36	0.36	0.22

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE (cont'd)

INSERT H

ALL OTHER

Rate per $1,000								
5% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Tenants Form	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.92	0.92	0.42	0.42	0.31	0.31	0.28

These charges are not subject to Condominium Rental charge or deductible credits.

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ALL OTHER
Rate per $1,000

5% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.52	0.52	0.41	0.41	0.28
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.52	0.52	0.41	0.41	0.28
Tenants Form	(Coverage C)	-	-	0.36	0.36	0.29	0.29	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.36	0.36	0.29	0.26	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.36	0.36	0.29	0.26	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.36	0.36	0.29	0.29	0.16
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.52	0.52	0.41	0.41	0.28
Loss of Use	(Amount of Increase Only)	-	-	0.36	0.36	0.29	0.29	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.52	0.52	0.41	0.39	0.28
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.52	0.52	0.41	0.41	0.28

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE (cont'd)

INSERT I

FRAME

Rate per $1,000								
10% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Tenants Form	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.50	0.50	0.24	0.24	0.17	0.17	0.15

These charges are not subject to Condominium Rental charge or deductible credits.

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Arkansas Homeowner
INSERT I
H- 418

FRAME
Rate per $1,000

10% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.34	0.34	0.27	0.23	0.15
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.34	0.34	0.27	0.23	0.15
Tenants Form	(Coverage C)	-	-	0.27	0.27	0.23	0.17	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.18	0.14	0.13	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.18	0.14	0.13	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.27	0.27	0.19	0.15	0.11
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.34	0.34	0.27	0.23	0.15
Loss of Use	(Amount of Increase Only)	-	-	0.27	0.27	0.19	0.15	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.34	0.27	0.22	0.20	0.15
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.34	0.34	0.27	0.23	0.15

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE (cont'd)

INSERT J
INSERT K
INSERT L

ALL OTHER

Rate per $1,000

10% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Tenants Form	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Loss of Use	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.61	0.61	0.28	0.28	0.21	0.21	0.18

These charges are not subject to Condominium Rental charge or deductible credits.

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Arkansas Homeowner
INSERT J
H- 419

ALL OTHER
Rate per $1,000

10% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.38	0.38	0.31	0.25	0.18
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.38	0.38	0.31	0.25	0.18
Tenants Form	(Coverage C)	-	-	0.27	0.27	0.23	0.23	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.27	0.23	0.21	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.27	0.23	0.21	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.27	0.27	0.23	0.23	0.11
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.38	0.38	0.31	0.25	0.18
Loss of Use	(Amount of Increase Only)	-	-	0.27	0.27	0.23	0.23	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.38	0.38	0.31	0.30	0.18
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.38	0.38	0.31	0.25	0.18

Arkansas Homeowner
INSERT K
H- 419

FRAME
Rate per $1,000

15% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Tenants Form	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.14	0.09
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.14	0.12	0.10	0.09
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.14	0.12	0.10	0.09
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.15	0.12	0.09
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.15	0.12	0.09
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.75	0.75	0.27	0.22	0.18	0.16	0.12
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.75	0.75	0.27	0.27	0.22	0.19	0.12

Arkansas Homeowner
INSERT L
H- 419

ALL OTHER
Rate per $1,000

15% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.30	0.30	0.25	0.20	0.14
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.30	0.30	0.25	0.20	0.14
Tenants Form	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.18	0.09
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.17	0.09
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.17	0.09
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.18	0.18	0.09
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	0.92	0.92	0.30	0.30	0.25	0.20	0.14
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.18	0.18	0.09
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.92	0.92	0.30	0.30	0.25	0.24	0.14
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.92	0.92	0.30	0.30	0.25	0.20	0.14

ADDITIONAL COVERAGES AND INCREASED LIMITS TABLES (cont'd)

J. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE

When Earthquake coverage is provided, it shall apply to all Section I coverages for the same limits as provided under the policy. The premium shall be developed as follows:

INSERT M

Rate per $1,000								
5% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Mobile Homeowners without replacement cost	(Coverage A)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Mobile Homeowners with replacement cost	(Coverage A)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Personal Property, Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Other Structures	(Amount of Increase Only)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16

Rate per $1,000								
10% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Mobile Homeowners without replacement cost	(Coverage A)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Mobile Homeowners with replacement cost	(Coverage A)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Personal Property, Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures	(Amount of Increase Only)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11

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Rate per $1,000

5% Deductible		Zones						
		1	2	3	4	5	6	7
Mobile Homeowners without Replacement Cost	(Coverage A)	-	-	0.46	0.46	0.36	0.36	0.22
Mobile Homeowners with Replacement Cost	(Coverage A)	-	-	0.46	0.46	0.36	0.36	0.22
Personal Property, Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.36	0.31	0.29	0.29	0.16
Other Structures	(Amount of Increase Only)	-	-	0.46	0.46	0.36	0.36	0.22
Loss of Use	(Amount of Increase Only)	-	-	0.36	0.31	0.29	0.29	0.16

Rate per $1,000

10% Deductible		Zones						
		1	2	3	4	5	6	7
Mobile Homeowners without Replacement Cost	(Coverage A)	-	-	0.34	0.34	0.27	0.23	0.15
Mobile Homeowners with Replacement Cost	(Coverage A)	-	-	0.34	0.34	0.27	0.23	0.15
Personal Property, Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.27	0.27	0.19	0.15	0.11
Other Structures	(Amount of Increase Only)	-	-	0.34	0.34	0.27	0.23	0.15
Loss of Use	(Amount of Increase Only)	-	-	0.27	0.27	0.19	0.15	0.11

Rate per $1,000

15% Deductible		Zones						
		1	2	3	4	5	6	7
Mobile Homeowners without Replacement Cost	(Coverage A)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Mobile Homeowners with Replacement Cost	(Coverage A)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Personal Property, Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.15	0.12	0.09
Other Structures	(Amount of Increase Only)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.15	0.12	0.09

Response to the Arkansas Insurance Department's March 11, 2009 Objections

For your convenience we have included the original objections in bold print with our response following.

Objection 1: HPCS-Homeowners Premium Comparison Survey (Supporting Document)
Comment:
Form HPCS must be submitted in Excel spreadsheet format. Companies may not change the form in any way or include formulas.

Per your instructions, we have attached the HPCS – Homeowners Premium Comparison Survey in Excel format.

Objection 2:

- **NAIC loss cost data entry document (Supporting Document)**
- **Transmittal Document (Supporting Document)**
- **Rate Filing Schedule (Supporting Document)**

Comment: The rate change percentages on these three documents do not agree. Please explain.

We apologize for the confusion. The rate changes described in the NAIC loss cost data entry document are limited to the indicated and requested policy form changes only. They do not include the effect on earthquake coverage. The Transmittal Document describes in section 21, Filing Memorandum, first paragraph, the overall premium level increase of 8.5 percent which does include the total premium impact for Homeowners, Tenants and Condominium policy forms as well as the earthquake premium change for those forms. The Rate Filing Schedule, in section 4a, also includes the overall requested premium increase of 8.5 percent. The overall indicated percent change was 13.6 percent. Balancing our rate need with our desire for rate stability we have requested only an 8.5 percent increase. We have revised the Changes By Policy Form section of the Memorandum found in the filing Form F 777 to further clarify the origin of the different rate level percentage changes. Also please refer to Exhibit 1 of the original filing for a more detailed description of the origin of the percents in question.

Objection 3:

- **Homeowner Filing Exhibits (Supporting Documents)**

Comment: Revised manual pages still show factors for PPC 11. Please explain since ISO does not provide a class 11.

Thank you for bringing this point to our attention. We no longer use Protection Class 11 and have included with this response revised marked up Homeowners manual pages to reflect that fact. Please see Revised Insert B for Homeowners page H-13 to 15, and marked up pages H-17 and H-18 to 400 for details.

Objection 4:

- **Homeowner Filing Exhibits (Supporting Document)**

Comment: Provide the loss experience to support the new financial responsibility factors. Only the earned exposures/premiums were provided.

Please refer to Exhibit A included in our response for detailed loss experience. To increase the credibility of the data we compiled loss and premium information for the states listed in column (6) of the exhibit. The states listed were chosen because their Financial Responsibility Class (FRC) structure is similar to Arkansas's. From the total loss and premium data we calculated loss ratios (column 4) and relativities (column 5) based on the total average loss ratio. Please note that the loss ratio for the FRC group (18-21) (located at the bottom of the exhibit) is 12 percent higher than the average loss ratio for all states. To promote rate stability, we are only requesting a 5 percent increase in the 18 to 21 Financial Responsibility Class factors.

Exhibit A

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company
Financial Responsibility Class Loss Ratios
All Forms

(1)	(2)	(3)	(4)	(5)
Financial Responsibility Class	**Incurred Cost Amount**	**Earned Premium Amount**	**Loss Ratio**	**Indicated Change**
1	4,204,675	6,683,692	62.9%	-20.5%
2	3,800,445	7,702,426	49.3%	-37.7%
3	6,007,855	8,605,806	69.8%	-11.8%
4	6,579,684	9,180,354	71.7%	-9.4%
5	4,030,360	7,762,885	51.9%	-34.4%
6	6,096,516	9,236,095	66.0%	-16.6%
7	6,572,718	8,594,033	76.5%	-3.4%
8	7,861,746	11,947,689	65.8%	-16.9%
9	6,215,579	9,900,574	62.8%	-20.7%
10	9,748,184	11,721,473	83.2%	5.1%
11	12,317,614	11,172,963	110.2%	39.3%
12	9,711,571	12,790,753	75.9%	-4.1%
13	8,840,623	11,971,586	73.8%	-6.7%
14	10,778,929	12,501,346	86.2%	8.9%
15	11,345,461	12,785,552	88.7%	12.1%
16	10,252,819	13,221,251	77.5%	-2.0%
17	11,095,704	11,049,326	100.4%	26.9%
18	**11,409,969**	**12,849,600**	**88.8%**	**12.2%**
19	**12,910,456**	**12,348,563**	**104.6%**	**32.1%**
20	**8,555,767**	**10,183,027**	**84.0%**	**6.2%**
21	**8,179,119**	**10,828,288**	**75.5%**	**-4.6%**
Grand Total	176,515,794	223,037,280	79.1%	0.0%
FRC 18-21	**41,055,311**	**46,209,478**	**88.8%**	**12.3%**

(6)
States
Arkansas
Connecticut
Delaware
District Of Columbia
Georgia
Illinois
Indiana
Kentucky
Maryland
Michigan
Mississippi
New Hampshire
North Carolina
Ohio
Pennsylvania
Rhode Island
South Carolina
Texas
Virginia
West Virginia

Revised Exhibit I

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company
Effective August 18, 2009
Income Effect

Policy Form	Premium	Indicated Rate Level Change	Indicated Premium Effect	Proposed/Resolved Rate Level Change	Selected Premium Effect
Homeowners	$29,820,921	9.8%	$2,922,450	8.6%	$2,564,599
Tenants	523,608	-14.0%	-$73,305	0.0%	0
Condominium	102,696	-7.1%	-$7,291	0.0%	0
Mobile Home	339,279	2.0%	$6,786	0.0%	0
Subtotal	30,786,504	9.3%	2,848,639	8.3%	2,564,599
Earthquake					
Homeowners	$459,000	300.3%	$1,378,377	18.9%	$86,751
Tenants	2,502	676.8%	$16,934	18.9%	473
Condominium	1,722	241.6%	$4,160	24.5%	422
Mobile Home	951	887.0%	$8,435	0.0%	0
EQ Total	464,175	303.3%	1,407,906	18.9%	87,646
Combined					
Homeowners	$30,279,921	14.2%	$4,300,827	8.8%	$2,651,350
Tenants	526,110	-10.7%	-$56,372	0.1%	473
Condominium	104,418	-3.0%	-$3,131	0.4%	422
Mobile Home	340,230	4.5%	$15,221	0.0%	0
Total	$31,250,679	13.6%	$4,256,546	8.5%	$2,652,245

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Earthquake Rate

Effective: August 18, 2009

Current Rate per $1,000

Description	Coverage	FRAME: 5% Deductible Rate per $1000 Zones							ALL OTHER: 5% Deductible Rate per $1000 Zones							FRAME: 10% Deductible Rate per $1000 Zones						
		1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
HO Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
HO Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
TN Form	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
CO Form w/o Extended Repl. Cost Option	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
CO Form w/ Extended Repl. Cost Option	Coverage C	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.51	0.51	0.26	0.26	0.19	0.19	0.16	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Add. and Alt. for CO and TN	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Assessment Option (all forms excl. TN)	Desired Limit	0.75	0.75	0.36	0.36	0.26	0.26	0.22	0.92	0.92	0.42	0.42	0.31	0.31	0.28	0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11

Proposed Rate per $1,000

Description	Coverage	FRAME: 5% Deductible Rate per $1000 Zones							ALL OTHER: 5% Deductible Rate per $1000 Zones							FRAME: 10% Deductible Rate per $1000 Zones						
		1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
HO Form w/o Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
HO Form w/ Extended Repl. Cost Option	Coverage A	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
TN Form	Coverage C	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.23	0.17	0.11
CO Form w/o Extended Repl. Cost Option	Coverage C	-	-	0.34	0.21	0.21	0.21	0.16	-	-	0.36	0.36	0.29	0.26	0.16	-	-	0.27	0.18	0.14	0.13	0.11
CO Form w/ Extended Repl. Cost Option	Coverage C	-	-	0.34	0.21	0.21	0.21	0.16	-	-	0.36	0.36	0.29	0.26	0.16	-	-	0.27	0.18	0.14	0.13	0.11
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.19	0.15	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
Loss of Use	Amt of Inc. Only	-	-	0.36	0.31	0.29	0.29	0.16	-	-	0.36	0.36	0.29	0.29	0.16	-	-	0.27	0.27	0.19	0.15	0.11
Add. and Alt. for CO and TN	Amt of Inc. Only	-	-	0.46	0.31	0.31	0.31	0.22	-	-	0.52	0.52	0.41	0.39	0.28	-	-	0.34	0.27	0.22	0.20	0.15
Loss of Assessment Option (all forms excl. TN)	Desired Limit	-	-	0.46	0.46	0.36	0.36	0.22	-	-	0.52	0.52	0.41	0.41	0.28	-	-	0.34	0.34	0.27	0.23	0.15
MH Form w/o Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
MH Form w/ Extended Repl. Cost Option	Coverage A	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Pers. Prop., HO Inc. of Basic Cov. C Limit or Inc. Occ.	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, Inc. of Basic Cov. B Limit	Amt of Inc. Only	0.75	0.75	0.36	0.36	0.26	0.26	0.22								0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	Amt of Inc. Only	0.51	0.51	0.26	0.26	0.19	0.19	0.16								0.34	0.34	0.17	0.17	0.13	0.13	0.11

Arkansas Homeowners

Nationwide Mutual Fire Insurance Company

Earthquake Rate

Effective: August 18, 2009

Current Rate per $1,000

ALL OTHER: 10% Deductible Rate per $1000 Zones							FRAME: 15% Deductible Rate per $1000 Zones							ALL OTHER: 15% Deductible Rate per $1000 Zones						
1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.34	0.34	0.17	0.17	0.13	0.13	0.11	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-
0.61	0.61	0.28	0.28	0.21	0.21	0.18	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Proposed Rate per $1,000

ALL OTHER: 10% Deductible Rate per $1000 Zones							FRAME: 16% Deductible Rate per $1000 Zones							ALL OTHER: 15% Deductible Rate per $1000 Zones						
1	2	3	4	5	6	7	1	2	3	4	5	6	7	1	2	3	4	5	6	7
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.18	0.14	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.27	0.27	0.23	0.21	0.11	0.51	0.51	0.22	0.14	0.12	0.10	0.09	0.51	0.51	0.22	0.22	0.18	0.17	0.09
-	-	0.27	0.27	0.23	0.21	0.11	0.51	0.51	0.22	0.14	0.12	0.10	0.09	0.51	0.51	0.22	0.22	0.18	0.17	0.09
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.15	0.12	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
-	-	0.27	0.27	0.23	0.23	0.11	0.51	0.51	0.22	0.22	0.15	0.12	0.09	0.51	0.51	0.22	0.22	0.18	0.18	0.09
-	-	0.38	0.38	0.31	0.30	0.18	0.75	0.75	0.27	0.22	0.18	0.16	0.12	0.92	0.92	0.30	0.30	0.25	0.24	0.14
-	-	0.38	0.38	0.31	0.25	0.18	0.75	0.75	0.27	0.27	0.22	0.19	0.12	0.92	0.92	0.30	0.30	0.25	0.20	0.14
							-	-	-	-	-	-	-							
							-	-	-	-	-	-	-							
							-	-	-	-	-	-	-							
							-	-	-	-	-	-	-							
							-	-	-	-	-	-	-							

Superseded Attachments

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

Original Date:	Schedule	Document Name	Replaced Date	Attach Document
No original date	Supporting Document	Homeowner Filing Exhibits	03/05/2009	AR Homeowner Filing Exhibits.pdf
No original date	Supporting Document	HPCS-Homeowners Premium Comparison Survey	02/26/2009	HPCS 3-06i_08.pdf
No original date	Supporting Document	Transmittal Document	03/05/2009	AR Form F 777 .PDF
No original date	Supporting Document	HO Manual Pages	03/05/2009	AR Marked-UP HO Manual Pages.PDF

Attachment "AR Homeowner Filing Exhibits.pdf" could not be reproduced here for the following reason: PDF header signature not found.

NAIC Number:	23779
Company Name:	Nationwide Mutual Fire Insurance Company
Contact Person:	Joseph A. Mesaros
Telephone No.:	(614)249-6647
Email Address:	mesaroj@nationwide.com
Effective Date:	8/18/2009

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

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

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

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*	$1,039.92	$1,142.87	$1,020.64	$1,121.68	$1,249.45	$1,373.14	$1,496.25	$1,644.38	$1,488.54	$1,635.91	$1,212.17	$1,332.18	$1,207.03	$1,326.53	$1,218.60	$1,339.24	$1,285.44	$1,412.70
	$120,000	$1,345.21	$1,478.38	$1,320.27	$1,450.97	$1,616.25	$1,776.25	$1,935.50	$2,127.12	$1,925.53	$2,116.16	$1,568.02	$1,723.26	$1,561.37	$1,715.95	$1,576.34	$1,732.40	$1,662.80	$1,827.42
	$160,000	$1,727.12	$1,898.11	$1,695.10	$1,862.91	$2,075.11	$2,280.54	$2,485.01	$2,731.02	$2,472.20	$2,716.94	$2,013.20	$2,212.50	$2,004.66	$2,203.12	$2,023.87	$2,224.23	$2,134.88	$2,346.24
6	*$80,000*	$1,223.99	$1,363.34	$1,201.29	$1,338.06	$1,470.60	$1,638.03	$1,761.09	$1,961.59	$1,752.01	$1,951.48	$1,426.73	$1,589.16	$1,420.67	$1,582.42	$1,434.29	$1,597.58	$1,512.96	$1,685.21
	$120,000	$1,583.31	$1,763.57	$1,553.95	$1,730.87	$1,902.32	$2,118.90	$2,278.09	$2,537.45	$2,266.35	$2,524.37	$1,845.57	$2,055.68	$1,837.74	$2,046.96	$1,855.35	$2,066.58	$1,957.12	$2,179.94
	$160,000	$2,032.82	$2,264.26	$1,995.13	$2,222.27	$2,442.40	$2,720.47	$2,924.85	$3,257.84	$2,909.78	$3,241.05	$2,369.53	$2,639.30	$2,359.48	$2,628.11	$2,382.10	$2,653.29	$2,512.76	$2,798.83
9	*$80,000*	$1,911.38	$1,635.80	$1,875.94	$1,605.47	$2,296.49	$1,965.38	$2,750.11	$2,353.61	$2,735.94	$2,341.47	$2,227.97	$1,906.75	$2,218.52	$1,898.66	$2,239.78	$1,916.86	$2,362.64	$2,022.00
	$120,000	$2,472.49	$2,116.01	$2,426.65	$2,076.78	$2,970.66	$2,542.36	$3,557.46	$3,044.55	$3,539.12	$3,028.86	$2,882.03	$2,466.50	$2,869.80	$2,456.04	$2,897.31	$2,479.58	$3,056.23	$2,615.59
	$160,000	$3,174.45	$2,716.76	$3,115.59	$2,666.39	$3,814.05	$3,264.14	$4,567.44	$3,908.91	$4,543.90	$3,888.77	$3,700.25	$3,166.76	$3,684.56	$3,153.33	$3,719.87	$3,183.55	$3,923.92	$3,358.17

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*	$108.46	$108.46	$108.46	$108.46	$112.75	$112.75	$114.21	$114.21	$114.21	$114.21	$114.21	$114.21	$114.21	$114.21	$112.75	$112.75	$129.77	$129.77
	$15,000	$174.94	$174.94	$174.94	$174.94	$181.85	$181.85	$184.21	$184.21	$184.21	$184.21	$184.21	$184.21	$184.21	$184.21	$181.85	$181.85	$209.31	$209.31
	$25,000	$233.54	$233.54	$233.54	$233.54	$242.77	$242.77	$245.93	$245.93	$245.93	$245.93	$245.93	$245.93	$245.93	$245.93	$242.77	$242.77	$279.43	$279.43
6	*$5,000*	$127.66	$127.66	$127.66	$127.66	$132.70	$132.70	$134.43	$134.43	$134.43	$134.43	$134.43	$134.43	$134.43	$134.43	$132.70	$132.70	$152.74	$152.74
	$15,000	$205.90	$205.90	$205.90	$205.90	$214.04	$214.04	$216.82	$216.82	$216.82	$216.82	$216.82	$216.82	$216.82	$216.82	$214.04	$214.04	$246.36	$246.36
	$25,000	$274.88	$274.88	$274.88	$274.88	$285.74	$285.74	$289.45	$289.45	$289.45	$289.45	$289.45	$289.45	$289.45	$289.45	$285.74	$285.74	$328.89	$328.89
9	*$5,000*	$245.67	$245.67	$245.67	$245.67	$255.37	$255.37	$258.69	$258.69	$258.69	$258.69	$258.69	$258.69	$258.69	$258.69	$255.37	$255.37	$293.93	$293.93
	$15,000	$396.24	$396.24	$396.24	$396.24	$411.89	$411.89	$417.24	$417.24	$417.24	$417.24	$417.24	$417.24	$417.24	$417.24	$411.89	$411.89	$474.09	$474.09
	$25,000	$528.98	$528.98	$528.98	$528.98	$549.87	$549.87	$557.02	$557.02	$557.02	$557.02	$557.02	$557.02	$557.02	$557.02	$549.87	$549.87	$632.90	$632.90

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	*5,7,10,15*	%	*Deadbolt Lock*	*5,7,10,15*	%
Burglar Alarm	*2,4,5,7,10,15*	%	*Window Locks*		%
Smoke Alarm	*2,4,5,7,10,15*	%	*$1,000 Deductible*	*17*	%
			Other (specify)		
					%
			Maximum Credit Allowed	*29.5*	%

EARTHQUAKE INSURANCE

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

ARE YOU CURRENTLY WRITING EARTHQUAKE COVERAGE IN ARKANSAS?	yes	*(yes or no)*
WHAT IS YOUR PERCENTAGE DEDUCTIBLE?	5, 10	%

	Zone		Brick		Frame
WHAT IS YOUR PRICE PER $1,000 OF COVERAGE?	Highest Risk	$	0.92	$	0.75
	Lowest Risk	$	0.28	$	0.22

Effective March 1, 2007

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	Group NAIC #
	Nationwide Insurance Companies	140

4.	Company Name(s)	Domicile	NAIC #	FEIN #	State #
	Nationwide Mutual Fire Insurance Company	OH	23779	31-4177110	03

5.	Company Tracking Number	09H-6177AR-JM

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

6.	Name and address	Title	Telephone #s	FAX #	e-mail
	Joseph A. Mesaros One Nationwide Plaza 01-19-18 Columbus, OH 43215	Sr. Pricing Analyst	(800)882-2822 Ext. 96647	(614)249-5113	mesaroj@nationwide.com

7.	Signature of authorized filer	Joseph A. Mesaros
8.	Please print name of authorized filer	Joseph A. Mesaros

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

9.	**Type of Insurance (TOI)**	Homeowners
10.	**Sub-Type of Insurance (Sub-TOI)**	Homeowners Sub-TOI Combinations
11.	**State Specific Product code(s)** (if applicable)[See State Specific Requirements]	NA

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12.	**Company Program Title** (Marketing title)	NA
13.	**Filing Type**	☐ Rate/Loss Cost ☐ Rules ☒ Rates/Rules ☐ Forms ☐ Combination Rates/Rules/Forms ☐ Withdrawal ☐ Other (give description)
14.	**Effective Date(s) Requested**	New: 8/18/2009 Renewal: 8/18/2009
15.	**Reference Filing?**	☐ Yes ☒ No
16.	**Reference Organization** (if applicable)	
17.	**Reference Organization # & Title**	
18.	**Company's Date of Filing**	
19.	**Status of filing in domicile**	☒ Not Filed ☐ Pending ☐ Authorized ☐ Disapproved

Property & Casualty Transmittal Document—

20.	**This filing transmittal is part of Company Tracking #**	**09H-6177AR-JM**

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

FILING MEMORANDUM

Outlined herein are the details and supporting data relating to the changes in Homeowners rates.

STATEWIDE CHANGE

The indication developed in this filing for all policy forms combined is based on an assumed effective date of August 18, 2009. Exhibit II shows five years of homeowners experience ending September 30, 2008, evaluated as of December 31, 2008, by form for the Nationwide Mutual Fire Insurance Company. Exhibit I shows the indicated rate changes as well as our proposed rate changes by policy forms. The effect of all the changes for all policy forms is a statewide premium level increase of 8.5 percent.

In the prior review we increased base rates for the homeowners form by 7.0 percent with the revision effective August 23, 2008. The indicated rate need for the homeowners form at that time was 13.7 percent. We did raise the rate for tenants and condominiums by 10% with the last rate review.

Earned Premium

We have adjusted the earned premiums on Exhibit II, row (1), to current rate level. They are further modified by the premium projection factors shown in row (2). These factors reflect past and anticipated future increases in the average amount of insurance, deductible, and territory relativities.

Accident Year Losses

The following adjustments to losses are summarized in rows (4) through (15) of Exhibit II:

1. The actual losses have been adjusted to ultimate accident year costs. We removed losses greater than $140,000 for the Homeowners policy form. The losses were developed; then, the large losses were added back into the estimated ultimate losses.

   The ultimate losses represent the ultimate cost expected when all claims are finally closed. Row (4) of Exhibit II shows the estimated ultimate accident year loss costs for all non-weather causes combined.

2. The loss cost projection factors, shown in row (5) of Exhibit II, reflect changes that have occurred in average loss costs levels from the midpoint of each year to the present. They also reflect the change anticipated from the present to the future average claim date, assuming an effective date of August 18, 2009. Exhibit IV reflects the determination of the non-weather loss projection factors. Row (11) shows the projected estimated ultimate loss costs. Exhibit VI shows the Arkansas and Companywide paid loss trend data for all four policy forms.

3. The calendar year weather losses are decomposed into their frequency and severity components. The average long-term frequency is calculated after adjusting for outlying annual frequencies. This average

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frequency is used as the estimate of the expected weather frequency in the prospective period. The projected weather severity is calculated as the average of the projected weather severities for each year after adjusting for outlying yearly severities. The severity for each calendar year is projected to the prospective period using the selected severity trend. The loss trend for homeowners does not include hurricane losses and is divided into wind and hail and other weather. The weather loss trends for tenants, condominiums and mobile homes do not split wind and hail from other weather. The weather severity loss trends can be viewed in Exhibits VII and VIII.

The expected frequency and severity are used to calculate the expected weather pure premium for the prospective period, also shown on Exhibits VII and VIII. The expected weather pure premium is multiplied by a provision for allocated loss adjustment expenses. This adjusted weather pure premium determines the expected future weather losses and allocated loss adjustment expenses for each experience year in the calculation of the indicated rate level. The projected weather losses are shown in row (8) of Exhibit II.

4. The estimated loss ratios in row (12) of Exhibit II are calculated as the ratio of the projected estimated ultimate loss costs in row (11) of Exhibit II to the projected current level earned premium in row (3) of Exhibit II, and then are averaged, with greater weight given to the more recent years to be responsive to changes in the portfolio or loss climate.

Projected Expense Adjustments

Fixed Expenses, which include General Expense, Other Acquisition, and Unallocated Loss Adjustment, are calculated as a percentage of projected current-leveled earned premium.

Fixed Expenses

Homeowners	**15.3%**
Tenants	**26.9%**
Condominium	**21.1%**
Mobile Homeowners	**15.6%**

The average projected fixed expense is exposure-weighted across all five years as shown on Exhibit II, row (18).

Permissible Loss, Loss Adjustment, and Fixed Expense Ratio

The 61.8 percent permissible loss, loss adjustment, and fixed expense ratio is derived using the components of the variable expense ratio of 28.2 percent, which includes the average commission and brokerage ratio for all agency states, the state premium tax rate, plus an allowance for miscellaneous taxes, licenses, and fees based on Companywide data.

Permissible Loss, Loss Adjustment, and Fixed Expense Ratio
(100% - Variable Expenses - 10% Profit Provision) = 61.8 percent

Exhibit XIII is the Companies' Financial Needs Model, which demonstrates the need for a 10.0 percent loading for underwriting gain and contingencies, considering total investment income from all sources.

CHANGES BY POLICY FORM

The table below shows a summary of the proposed rate level and earthquake changes by policy form:

Policy Form	Percent Change
Homeowners	8.8%
Tenant	0.1%
Condo	0.4%
Mobile Homeowners	0.0%
Total	**8.5%**

Base Rates

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We are revising base rates for Homeowners, Tenants, and Condominiums forms as reflected on draft manual pages H-13, H-17, and H-18.

Financial Responsibility Rating Factor
We are revising Financial Responsibility Class (FRC) factors for homeowners, tenants, and condominiums forms. Draft manual page H-407 reflects this change.

Property Protection Classification
We are removing the deviations from ISO protection class definitions. In addition, we are revising the protection class factors for the dwelling form only. See draft manual pages H- 3 to 10 and H-13 to 15 for details.

Earthquake Factors and Deductible
We are implementing a 15% earthquake deductible in addition to the 5% and 10% deductibles that are currently available. We are making the 15% earthquake deductible mandatory in earthquake zones one and two. The mandatory 15% deductible for zones one and two will apply to Homeowners, Tenants, Condominium, and Mobile Homeowner forms. The associated revised earthquake rates may be viewed on draft manual pages H-416 to H-419 and MH – 53.

Safe Home Rating Plan
We are implementing a claims threshold exception rule for the Homeowner, Tenants, and Condominium policy forms. See draft manual page H-407 for details.

Associate Discount
As a companywide initiative, we are implementing an associate discount for all Homeowner, Tenant, and Condominium policy holders that are also a current or retired employee of a Nationwide affiliated company. See draft manual page H-408 to 410 for details.

Miscellaneous Editorial Changes
We are making miscellaneous editorial changes associated with the aforementioned changes.

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 #: NA (Will pay by EFT)
Amount: $100

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.)**

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Nationwide Associate Discount

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STEPS TO RATE A HOMEOWNER POLICY

Eff. 8-18-09

A. Determine eligibility and desirability.

B. Classify

1. Determine the Territory Zone.

2. Determine Fire Protection Class using Fire Protection Requirements.

3. Determine construction — masonry, masonry veneer, or frame.

C. Determine the amount of coverage (Insuring to Full Replacement Cost is recommended).

D. Calculate the Base Premium for type of policy desired. If the desired amount of coverage is not shown, follow the Instructions for Interpolation of Policy Amounts.

E. Apply each of the following rules, if necessary, in this order:

1. Insurance to Value Base Premium Adjustment.
2. Deductible Rating Rule.
3. Multi-Family Dwellings.
4. Class Rated Townhouses.
5. Fire Restrictive Construction.
6. Secondary Locations.
7. Condominium Rental Charge.
8. Protective Device Credit Rule.
9. Premium Credits For Age of Construction and Home Renovation.

F. Check for other Additional Section I Coverages, Increased Limits, and Personal Liability coverages.

G. Apply Safe Home Rating Plan Factor.

H. Apply Financial Responsibility Rate Factor.

I. Apply Supplemental Heating Surcharge.

J. Apply NATIONWIDE ASSOCIATE DISCOUNT

~~J.~~ K Apply Home and Car Discount.

~~K~~ L. For applicable endorsements, refer to the buff page headed

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FIRE PROTECTION REQUIREMENTS

INSERT A

~~Use the Protection Classification Listing shown in the Nationwide Dwelling Fire Portfolio instead of the listings in the ISO Public Protection Classification Manual. Other than the assignment of Protection Class 11, the protection class assigned should be no higher than that assigned by ISO.~~

CONSTRUCTION OF DWELLING

A. MASONRY — A dwelling with walls of masonry or masonry veneered construction.

B. FRAME — A dwelling with walls of frame, or metal-sheathed, or stuccoed frame construction, or with walls of metal, or metal lath, and plaster on combustible supports.

C. MIXED — A dwelling is classed as frame construction when the wall area of frame construction (including gables) exceeds 50 percent of the total wall area.

To determine proportions in mixed construction, consider wall areas from average outside ground or street level to roof lines. Include as wall areas a mansard and ends of a gable roof if equivalent to an additional story. Exclude basement wall areas below average ground or street level.

D. FIRE RESISTIVE — Building having walls, partitions, floors, roof, and ceiling assemblies constructed entirely of incombustible materials.

ROOF CONSTRUCTION

A. APPROVED ROOF — Includes roof of metal, slate, wooden shingles, tile, asbestos composition shingles, and composition roofing materials.

B. UNAPPROVED ROOF — Includes roofs of boards, rolled roofing, and tar paper. When the roof (other than roofs of open porches) of a dwelling is surfaced with both approved and unapproved materials, the entire roof is classed as "Unapproved."

POLICY DECLARATIONS

A. When a policy is written in accordance with the Fire Protection Requirements, the following instructions apply:

1. Distance from hydrant — Insert on the Declarations the distance in feet from nearest fire hydrant.

2. Distance from fire department — Insert on the Declarations the distance in miles from principal fire department.

B. Identification of Premises — Where there are multiple residences at the same address, the location of the covered premises must be identified on the Declarations by the apartment number, the condominium unit number, or other positive identification.

C. Seasonal Dwellings — Eligible seasonal dwellings must be designated "seasonal" on the Declarations.

D. Incidental Occupancy — For eligible occupancies, designate the type of occupancy on the Declarations.

E. Joint Owner, Non-Occupant — Such eligible Insureds must be designated as Additional Insureds on the Declarations.

F. Church Parsonages — For such eligible dwellings, designate the minister as the Insured and the church as an Additional Insured on the Declarations.

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Arkansas Homeowners
INSERT A
Page: H-3 to 10
Effective 8/18/2009

Protection Classification Information

Homeowners, Tenants, and Condominium Policies

1. Use the Protection Classification Listing shown in the ISO Community Mitigation Classification Manual.

   A classified area means that area or fire department is listed in the ISO Community Mitigation Classification Manual.

2. Inside Classified Area

   Inside city limits or within the limits of recognized fire districts.

   a. Dwellings located within the corporate limits of the municipality or established boundaries of a fire district will be accorded the rating classification of the municipality or district as established.

   b. In a classified area where one or more classifications are indicated (e.g. 6/9) the first class shown applies to properties within five road miles of a responding fire department and within 1,000 feet of a fire hydrant.

   c. In a classified area where two or more classifications are indicated (e.g. 6/9) the second class shown applies to properties within five road miles of a responding fire department but beyond 1,000 feet of a fire hydrant.

   d. Protection Class 10 applies to properties that are beyond five road miles of a responding fire department.

3. Outside Classified Area (Unprotected)

   Dwellings for which protection credit is not provided under the rules above shall rate as Class 10.

PREMIUM COMPUTATION FOR HOMEOWNER POLICIES

BASE RATE
Eff. ~~8-23-08~~ 8-18-09

Step (1)

Multiply the base rate of ~~$1,372.81~~ $1,503.44 by the appropriate Territory rating factor from Table A below. Round to the nearest penny.

TABLE A — TERRITORY RATING FACTORS

Rating Territory	Factor
79	0.972
81	0.814
84	0.809
85	0.948
89	0.981
90	0.965
91	0.965
92	0.981
93	1.000
94	0.891
100	0.891
101	1.164
102	1.164
103	1.164
104	1.158
105	1.158
106	1.158
107	1.158
108	1.154
109	0.794
110	0.814
111	0.794
112	0.794
113	0.842
114	0.842
115	0.939
116	0.954
117	0.954
118	0.943
119	0.943
120	0.943
121	0.939
122	0.939

Step (2)

Multiply the result from Step (1) by the appropriate Protection Class/Type of Construction rating factor in Table B. Round to the nearest penny.

INSERT B

TABLE B — PROTECTION CLASS/CONSTRUCTION TYPE RATING FACTORS

Protection Class	Entire State		
	MAS	FRM	MSV
02	1.000	1.099	1.000
03	1.000	1.099	1.000
04	1.041	1.177	1.041
05	1.041	1.177	1.041
06	1.177	1.311	1.177
07	1.320	1.458	1.320
08	1.787	2.099	1.787
09	2.265	2.677	2.265
10	3.097	3.794	3.097
11	4.032	4.590	4.032

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Arkansas Homeowners
INSERT B
H-13 to 15

TABLE B -
PROTECTION CLASS/CONSTRUCTION TYPE
RATING FACTORS

Protection Class	Entire State		
	MAS	FRM	MSV
02	1.000	1.099	1.000
03	1.000	1.099	1.000
04	1.041	1.177	1.041
05	1.041	1.177	1.041
06	1.177	1.311	1.177
07	1.231	1.402	1.231
08	1.388	1.486	1.388
09	1.838	1.573	1.838
10	3.097	3.794	3.097
11	4.032	4.590	4.032

PREMIUM COMPUTATION FOR TENANTS POLICIES

BASE RATE
Eff. ~~8-23-08~~ 8-18-09

Step (1)

$181.85

Multiply the base rate of ~~$186.61~~ by the appropriate Territory rating factor from Table A below. Round to the nearest penny.

TABLE A — TERRITORY RATING FACTORS
Eff. 10-1-05

Rating Territory	Factor
84, 111, 113	0.962
79, 85, 91, 92, 102, 105, 109, 110, 112, 114, 116, 118	1.000
81, 89, 90, 94, 101, 103, 104, 106, 107, 108, 115, 117, 119, 120-122	1.013
93	1.151

Step (2)

Multiply the result from Step (1) by the appropriate Protection Class/Number of Families rating factor in Table B. Round to the nearest penny.

TABLE B —
PROTECTION CLASS/NUMBER OF FAMILIES*
RATING FACTORS

Protection Class	Terr: Entire State	
	1 – 4	A/O
02	1.000	1.000
03	1.000	1.000
04	1.000	1.000
05	1.095	1.095
06	1.095	1.095
07	1.248	1.248
08	1.248	1.248
09	1.600	1.600
10	1.600	1.600
11	1.819	1.819

* 1 – 4: One to four families or fire resistive.
A/O: All other risks.

Step (3)

Multiply the result from Step (2) by the appropriate Amount of Insurance rating factor from Table C. Interpolation may be used to calculate factors for amounts not shown. See page H — 401 for instructions. Round to the nearest penny, then round to the nearest whole dollar.

TABLE C —
AMOUNT OF INSURANCE RATING FACTORS

Amount of Insurance	All Territories
$ 4,000	0.620
5,000	0.620
6,000	0.620
7,000	0.652
8,000	0.690
9,000	0.740
10,000	0.780
11,000	0.832
12,000	0.873
13,000	0.912
14,000	0.953
15,000	1.000
16,000	1.040
17,000	1.078
18,000	1.120
19,000	1.155
20,000	1.194
25,000	1.335
30,000	1.496
35,000	1.657
40,000	1.803
45,000	1.940
**5,000	0.121

** Add For Each Additional $5,000

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PREMIUM COMPUTATION FOR CONDOMINIUM POLICIES

BASE RATE
Eff. ~~8-23-08~~ 8-18-09

Step (1)

$349.95

Multiply the base rate of ~~$342.25~~ by the appropriate Territory rating factor from Table A below. Round to the nearest penny.

TABLE A — TERRITORY RATING FACTORS

Rating Territory	Factor
All	1.000

Step (2)

Multiply the result from Step (1) by the appropriate Protection Class/Number of Families rating factor in Table B. Round to the nearest penny.

TABLE B —
PROTECTION CLASS/NUMBER OF FAMILIES*
RATING FACTORS

Protection	Terr: Entire State	
Class	1 – 4	A/O
02	1.000	1.000
03	1.000	1.000
04	1.000	1.000
05	1.100	1.100
06	1.100	1.100
07	1.100	1.100
08	1.100	1.100
09	1.592	1.592
10	1.592	1.592
11	1.815	1.815

* 1 – 4: One to four families or fire resistive.
A/O: All other risks.

Step (3)

Multiply the result from Step (2) by the appropriate Amount of Insurance rating factor from Table C. Interpolation may be used to calculate factors for amounts not shown. See page H — 401 for instructions. Round to the nearest penny, then round to the nearest whole dollar.

TABLE C —
AMOUNT OF INSURANCE RATING FACTORS

Amount of Insurance	All Territories
$ 4,000	0.471
5,000	0.471
6,000	0.471
7,000	0.500
8,000	0.529
9,000	0.563
10,000	0.592
11,000	0.632
12,000	0.661
13,000	0.690
14,000	0.718
15,000	0.753
16,000	0.787
17,000	0.816
18,000	0.845
19,000	0.868
20,000	0.897
25,000	1.000
30,000	1.121
35,000	1.241
40,000	1.351
45,000	1.448
**5,000	0.086

** Add For Each Additional $5,000

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HOMEOWNER INSTRUCTIONS AND PREMIUM INTERPOLATION TABLES

INSTRUCTIONS FOR INTERPOLATION OF POLICY AMOUNTS

These tables are designed to obtain premiums for amounts of insurance not provided in Table C — Amount of Insurance Rating Factors. Interpolation of policy amounts should be done before any calculation for other coverages. When interpolating for deductibles other than $250, calculate the premium for the desired amount for $250 deductible. Then apply the factor for the desired deductible.

INSERT C

Calculation

		Example
(1)	Desired amount of insurance	$52,245
(2)	Highest amount of insurance shown in Table C that is less than the desired amount in (1)	50,000
(3)	Lowest amount of insurance shown in Table C that is greater than the desired amount in (1)	55,000
(4)	Difference between (1) and (2) above: (1) minus (2)	2,245
(5)	Difference between (3) and (2) above: (3) minus (2)	5,000
(6)	Result of (4) divided by (5), rounded to three decimal places	0.449
(7)	Base Premium associated with the amount of insurance in (2) above. Developed from Step (3) and Table C of Base Premium Computation	$ 814.00
(8)	Base Premium associated with the amount of insurance in (3) above. Developed from Step (3) and Table C of Base Premium Computation	$ 840.00
(9)	Difference in premiums between (8) and (7): (8) minus (7)	$ 26.00
(10)	Factor in (6) applied to premium difference; (9) multiplied by (6). Round to the nearest penny	$ 11.67
(11)	Premium for the desired amount of insurance; (7) plus (10)	$ 825.67

After all calculations for optional deductibles and to other optional coverages, the final annual premium is rounded to the nearest dollar.

INSTRUCTIONS FOR POLICY AMOUNTS IN EXCESS OF BASE PREMIUM TABLES

To calculate premiums in $5,000 increments for amounts in excess of those shown in Table C — Amount of Insurance Factors, follow premium computation steps 1 through 3 using the Amount of Insurance Rating Factor for each additional $5,000. Interpolate as shown above.

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		Example
	Calculation	
(1)	Desired amount of insurance	$52,245
(2)	Highest amount of insurance shown in Table C that is less than the desired amount in (1)	50,000
(3)	Lowest amount of insurance shown in Table C that is greater than the desired amount in (1)	55,000
(4)	Difference between (1) and (2) above: (1) - (2)	2,245
(5)	Difference between (3) and (2) above: (3) - (2)	5,000
(6)	Result of (4) divided by (5), rounded to three decimal places	0.449
(7)	Base premium associated with the amount of insurance in (2) above. Developed from Step (3) and Table C of Base Premium Computation	$ 1,007.00
(8)	Base premium associated with the amount of insurance in (3) above. Developed from Step (3) and Table C of Base Premium Computation	$ 1,022.00
(9)	Difference in premium between (8) and (7): (8) - (7)	$ 15.00
(10)	Factor in (6) applied to the premium difference; (9) * (6). Round to the nearest penny	$ 6.74
(11)	Premium for the desired amount of insurance. (7) + (10)	$ 1,013.74

CREDITS AND CHARGES (cont'd)

J. SAFE HOME RATING PLAN (cont'd)

The Number of Points Accumulated from Paid Claims in the Last Three Years

The number of points is determined by the number of points accumulated, according to the table below, in the last three years (ending 90 days prior to the policy effective date). A qualified claim is considered to be any claim, which results in a net paid loss during this 3-year period. Weather and catastrophe related losses and losses, which only have payments under Medical Payments coverage, are also NOT considered to be qualified claims.

Cause of Loss	Points
Catastrophe	0
Medical Payments	0
Weather	0
Section II Liability	5
All Other	3

INSERT D

K. FINANCIAL RESPONSIBILITY RATE FACTOR
Eff. 8-23-08

Based on Nationwide's Proprietary Credit Scoring Model for use in Arkansas, the scoring rules listed below are applicable. Based on the resulting credit score and its corresponding Financial Responsibility Class, multiply the accumulated premium by the appropriate factor in the table below:

INSERT E

Financial Responsibility Class	Rate Factors		
	Homeowner	Condo-minium	Tenants
1	0.49	0.48	0.50
2	0.49	0.48	0.50
3	0.49	0.48	0.50
4	0.49	0.48	0.50
5	0.53	0.52	0.54
6	0.56	0.54	0.56
7	0.58	0.57	0.58
8	0.60	0.59	0.61
9	0.62	0.61	0.63
10	0.65	0.64	0.66
11	0.68	0.67	0.68
12	0.71	0.70	0.71
13	0.74	0.73	0.74
14	0.77	0.76	0.77
15	0.81	0.80	0.81
16	0.84	0.84	0.84
17	0.88	0.88	0.88
18	1.10	1.10	1.10
19	1.17	1.17	1.17
20	1.20	1.20	1.20

Financial Responsibility Class	Rate Factors		
	Homeowner	Condo-minium	Tenants
21	1.56	1.56	1.54
811 & <60 Years Old	0.77	0.85	0.94
811 & 60+ Years Old	0.56	0.65	0.72
812 & <60 Years Old	0.77	0.84	0.92
812 & 60+ Years Old	0.56	0.65	0.72

New Business Scoring:

The following rules (in order of precedence) are applicable:

1. Credit reports shall be obtained for the first and second named insureds.

2. On a policy where the first and second named insured has a credit score, the credit class associated with the first or second named insured with the best credit score shall be assigned to the policy.

3. If the first and second named insureds are all exclusions or a combination of exclusions and no-hits, a Financial Responsibility Class 811 Factor applies. The age of the oldest first or second named insured shall be used to determine which class 811 factor applies.

4. On policies where the first or second named insureds are all credit "no-hits," the Financial Responsibility Class 812 Factor shall be assigned to the policy. The age of the first or second named insured shall be used to determine which class 812 factor applies.

Renewal Scoring:

The following rules (in order of precedence) are applicable:

1. Credit reports shall be obtained for the first and second named insureds.

2. On a policy where the first or second named insured has a credit score, the credit class associated with the first or second named insured with the best credit score shall be assigned to the policy.

3. If the first and second named insureds are all exclusions or a combination of exclusions and "no-hits," a Financial Responsibility Class 811 Factor applies. The age of the oldest first or second named insured shall be used to determine which class 811 factor applies.

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Arkansas Homeowners
INSERT D
H - 407
EFF: 8/18/2009

A claim that is qualified for SHRP is any claim chargeable for SHRP with the following exception:

Claim Threshold Exception – If a policyholder has a single claim chargeable for SHRP during the three year period prior to and including the policy effective date with a paid loss amount of $500 or less, this claim will not be considered a claim qualified for SHRP. Should there be more than one claim chargeable for SHRP with a paid loss during the three-year period prior to and including the policy effective date, then all claims chargeable, regardless of paid amount, will be considered claims qualified for SHRP.

Arkansas Homeowners
INSERT E
H- 407

Financial	Rate Factors		
Responsibility Class	Homeowner	Condominium	Tenants
1	0.49	0.48	0.50
2	0.49	0.48	0.50
3	0.49	0.48	0.50
4	0.49	0.48	0.50
5	0.53	0.52	0.54
6	0.56	0.54	0.56
7	0.58	0.57	0.58
8	0.60	0.59	0.61
9	0.62	0.61	0.63
10	0.65	0.64	0.66
11	0.68	0.67	0.68
12	0.71	0.70	0.71
13	0.74	0.73	0.74
14	0.77	0.76	0.77
15	0.81	0.80	0.81
16	0.84	0.84	0.84
17	0.88	0.88	0.88
18	1.16	1.16	1.16
19	1.23	1.23	1.23
20	1.26	1.26	1.26
21	1.64	1.64	1.62
811 & <60 Years Old	0.77	0.67	0.88
811 & 60+ Years Old	0.59	0.65	0.76
812 & <60 Years Old	0.77	0.67	0.88
812 & 60+ Years Old	0.59	0.65	0.76

CREDITS AND CHARGES (cont'd)

K. FINANCIAL RESPONSIBILITY RATE FACTOR (cont'd)
Eff. 8-23-08

Renewal Scoring (cont'd):

4. On policies where the first or second named insureds are all credit "no-hits," the Financial Responsibility Class 812 Factor shall be assigned to the policy. The age of the first or second named insured shall be used to determine which class 812 factor applies.

5. Policies may move up or down only two credit classes per review, subject to the following credit reclassification rules:

   Move policies to a better credit class upon renewal if:

   a. It is the annual renewal date for the policy, AND

   b. The policy satisfies the requirements of the better credit class.

   Move policies to a worse credit class upon renewal if:

   a. It is the annual renewal date for the policy, AND

   b. The policy satisfies the requirements of the worse credit class.

6. Once a policy reaches its true Financial Responsibility Class, credit will only be ordered every three years.

Renewal Scoring Exception:

Policies where the first or second named insureds were all prior "no-hits" or exclusions are subject to the New Business Scoring Rules above.

Added/Deleted Named Insured(s) and Spouse:

1. Do not order a credit report on the added named insured at the time of the change.

2. Apply the Renewal Business Scoring Rules at the annual renewal date of the policy.

When the first or second named insured is deleted from the policy at any time other than the annual renewal of the policy, the following rules apply:

1. The policy retains the current credit class.

2. Apply the Renewal Business Scoring Rules at the annual renewal date of the policy.

Spin-Off Policies

Any time a new policy must be set up for an existing customer of a Nationwide Company, a new credit class must be established using the rules outlined in the New Business Scoring portion of the Financial Responsibility Rate Factor section of this rating manual.

L. SUPPLEMENTAL HEATING CHARGE

This rule applies to Homeowner Policies

Charge applies to fuel burning appliances, including wood, coal and pellet stoves, cook-stoves, freestanding stoves, freestanding fireplaces, and fireplaces with fireplace inserts. Conventional masonry fireplaces and factory-built fireplaces without fireplace inserts, and coal furnaces as well as portable heating units are not included in this class.

When the charge applies, the otherwise applicable premiums shall be increased by 5 percent (multiply by a factor of 1.05). This charge is applied to the premium after the application of the Financial Responsibility Credit.

The charges are not applicable to the premium charged for Optional Coverage Against Backing of Sewers and Drains or New Construction Theft Coverage.

INSERT F

M. HOME AND CAR DISCOUNT
N. Eff. 2-16-08

This rule applies to Homeowner, Tenants, and Condominium policies only.

When the Named Insured is also the Named Insured under a Nationwide Mutual Insurance Company Standard Auto policy, the otherwise applicable premiums shall be reduced by 20 percent (multiply by a factor of 0.80). This discount is applied after the application of all other charges and credits, including charges for additional Section I coverages and Personal Liability coverages.

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M. NATIONWIDE ASSOCIATE DISCOUNT

This rule applies to Homeowner, Tenant, and Condominium policies

When a Named Insured on the policy is either a current employee or a retiree of Nationwide Mutual Insurance Company, or any subsidiary (direct or indirect) company of Nationwide Mutual Insurance Company, or any affiliate company of Nationwide Mutual Insurance Company, the otherwise applicable premium shall be reduced by 10 percent (multiply by .90).

This discount applies to the accumulated premium after the application of the Replacement Cost Plus charge, if applicable.

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE

INSERT G

FRAME

Rate per $1,000								
5% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Tenants Form	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.75	0.75	0.36	0.36	0.26	0.26	0.22
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.75	0.75	0.36	0.36	0.26	0.26	0.22

These charges are not subject to Condominium Rental charge or deductible credits.

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Arkansas Homeowner
INSERT G
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FRAME
Rate per $1,000

5% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.46	0.46	0.36	0.36	0.22
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.46	0.46	0.36	0.36	0.22
Tenants Form	(Coverage C)	-	-	0.36	0.36	0.29	0.29	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.34	0.21	0.21	0.21	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.34	0.21	0.21	0.21	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.36	0.31	0.29	0.29	0.16
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.46	0.46	0.36	0.36	0.22
Loss of Use	(Amount of Increase Only)	-	-	0.36	0.31	0.29	0.29	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.46	0.31	0.31	0.31	0.22
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.46	0.46	0.36	0.36	0.22

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE (cont'd)

INSERT H

ALL OTHER

Rate per $1,000								
5% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Tenants Form	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.26	0.26	0.19	0.19	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.92	0.92	0.42	0.42	0.31	0.31	0.28
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.92	0.92	0.42	0.42	0.31	0.31	0.28

These charges are not subject to Condominium Rental charge or deductible credits.

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ALL OTHER
Rate per $1,000

5% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.52	0.52	0.41	0.41	0.28
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.52	0.52	0.41	0.41	0.28
Tenants Form	(Coverage C)	-	-	0.36	0.36	0.29	0.29	0.16
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.36	0.36	0.29	0.26	0.16
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.36	0.36	0.29	0.26	0.16
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.36	0.36	0.29	0.29	0.16
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.52	0.52	0.41	0.41	0.28
Loss of Use	(Amount of Increase Only)	-	-	0.36	0.36	0.29	0.29	0.16
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.52	0.52	0.41	0.39	0.28
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.52	0.52	0.41	0.41	0.28

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE (cont'd)

INSERT I

FRAME

Rate per $1,000								
10% Deductible		**Zones**						
		1	**2**	**3**	**4**	**5**	**6**	**7**
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Tenants Form	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Use	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.50	0.50	0.24	0.24	0.17	0.17	0.15
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.50	0.50	0.24	0.24	0.17	0.17	0.15

These charges are not subject to Condominium Rental charge or deductible credits.

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Arkansas Homeowner
INSERT I
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FRAME
Rate per $1,000

10% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.34	0.34	0.27	0.23	0.15
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.34	0.34	0.27	0.23	0.15
Tenants Form	(Coverage C)	-	-	0.27	0.27	0.23	0.17	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.18	0.14	0.13	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.18	0.14	0.13	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.27	0.27	0.19	0.15	0.11
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.34	0.34	0.27	0.23	0.15
Loss of Use	(Amount of Increase Only)	-	-	0.27	0.27	0.19	0.15	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.34	0.27	0.22	0.20	0.15
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.34	0.34	0.27	0.23	0.15

ADDITIONAL SECTION I COVERAGES (cont'd)

Q. EARTHQUAKE AND VOLCANIC ERUPTION COVERAGE (cont'd)

INSERT J
INSERT K
INSERT L

ALL OTHER

Rate per $1,000

10% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Tenants Form	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Other Structures, for the following optional coverages: Increase of Basic Coverage B Limit	(Amount of Increase Only)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Loss of Use	(Amount of Increase Only)	0.34	0.34	0.17	0.17	0.13	0.13	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.61	0.61	0.28	0.28	0.21	0.21	0.18
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.61	0.61	0.28	0.28	0.21	0.21	0.18

These charges are not subject to Condominium Rental charge or deductible credits.

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Arkansas Homeowner
INSERT J
H- 419

ALL OTHER
Rate per $1,000

10% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	-	-	0.38	0.38	0.31	0.25	0.18
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	-	-	0.38	0.38	0.31	0.25	0.18
Tenants Form	(Coverage C)	-	-	0.27	0.27	0.23	0.23	0.11
Condominium Form without Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.27	0.23	0.21	0.11
Condominium Form with Extended Replacement Cost Option	(Coverage C)	-	-	0.27	0.27	0.23	0.21	0.11
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	-	-	0.27	0.27	0.23	0.23	0.11
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	-	-	0.38	0.38	0.31	0.25	0.18
Loss of Use	(Amount of Increase Only)	-	-	0.27	0.27	0.23	0.23	0.11
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	-	-	0.38	0.38	0.31	0.30	0.18
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	-	-	0.38	0.38	0.31	0.25	0.18

Arkansas Homeowner
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FRAME
Rate per $1,000

15% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Tenants Form	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.14	0.09
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.14	0.12	0.10	0.09
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.14	0.12	0.10	0.09
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.15	0.12	0.09
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	0.75	0.75	0.27	0.27	0.22	0.19	0.12
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.15	0.12	0.09
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.75	0.75	0.27	0.22	0.18	0.16	0.12
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.75	0.75	0.27	0.27	0.22	0.19	0.12

Arkansas Homeowner
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ALL OTHER
Rate per $1,000

15% Deductible		Zones						
		1	2	3	4	5	6	7
Homeowner Form without Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.30	0.30	0.25	0.20	0.14
Homeowner Form with Extended Replacement Cost Option	(Coverage A)	0.92	0.92	0.30	0.30	0.25	0.20	0.14
Tenants Form	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.18	0.09
Condominium Form without Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.17	0.09
Condominium Form with Extended Replacement Cost Option	(Coverage C)	0.51	0.51	0.22	0.22	0.18	0.17	0.09
Personal Property, Homeowner Form for Increase of Basic Coverage C Limit, or Incidental Occupancy	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.18	0.18	0.09
Other Structures, for the following optional coverages: Increase Basic Coverage B Limit	(Amount of Increase Only)	0.92	0.92	0.30	0.30	0.25	0.20	0.14
Loss of Use	(Amount of Increase Only)	0.51	0.51	0.22	0.22	0.18	0.18	0.09
Additions and Alterations for Condominiums and Tenants	(Amount of Increase Only)	0.92	0.92	0.30	0.30	0.25	0.24	0.14
Loss of Assessment Option All Forms excluding Tenants	Desired Limit	0.92	0.92	0.30	0.30	0.25	0.20	0.14