

SERFF Tracking Number: METX-126215627 State: Arkansas
 Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
 Company Tracking Number: PA AR0008402R01
 TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
 Product Name: Rate Capping (Introduction Filing only)
 Project Name/Number: /PA AR0008402R01

Filing Contact Information

Jacqueline Hattoy, Sr. State Filing Specialist jhattoy@metlife.com
 700 Quaker Lane (401) 827-2949 [Phone]
 Warwick, RI 02887 (401) 827-3929[FAX]

Filing Company Information

Metropolitan Group Property and Casualty Insurance Company CoCode: 34339 State of Domicile: Rhode Island
 700 Quaker Lane Group Code: 241 Company Type: Property and Casualty
 Warwick, RI 02887 Group Name: Metropolitan Property and Casualty Insurance Company
 (401) 827-2000 ext. [Phone] State ID Number:
 FEIN Number: 13-2915260

Filing Fees

Fee Required? Yes
 Fee Amount: \$125.00
 Retaliatory? No
 Fee Explanation:
 Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Metropolitan Group Property and Casualty Insurance Company	\$125.00	07/02/2009	28947249

SERFF Tracking Number: METX-126215627 State: Arkansas
 Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
 Company Tracking Number: PA AR0008402R01
 TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
 Product Name: Rate Capping (Introduction Filing only)
 Project Name/Number: /PA AR0008402R01

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Alexa Grissom	07/13/2009	07/13/2009

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	Alexa Grissom	07/07/2009	07/07/2009	Richard Collard	07/10/2009	07/10/2009

SERFF Tracking Number: METX-126215627 State: Arkansas
 Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
 Company Tracking Number: PA AR0008402R01
 TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
 Product Name: Rate Capping (Introduction Filing only)
 Project Name/Number: /PA AR0008402R01

Disposition

Disposition Date: 07/13/2009
 Effective Date (New): 08/31/2009
 Effective Date (Renewal): 10/05/2009
 Status: Filed
 Comment:

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where required):	Minimum % Change (where required):
Metropolitan Group Property and Casualty Insurance Company	2.300%	2.000%	\$61,481	3,362	\$3,130,753	15.500%	-8.900%

SERFF Tracking Number: METX-126215627 State: Arkansas
 Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
 Company Tracking Number: PA AR0008402R01
 TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
 Product Name: Rate Capping (Introduction Filing only)
 Project Name/Number: /PA AR0008402R01

Item Type	Item Name	Item Status	Public Access
Supporting Document	A-1 Private Passenger Auto Abstract	Filed	Yes
Supporting Document	APCS-Auto Premium Comparison Survey	Filed	Yes
Supporting Document	NAIC loss cost data entry document	Filed	Yes
Supporting Document	NAIC Loss Cost Filing Document for OTHER than Workers' Comp	Filed	Yes
Supporting Document	Filing Introduction, Statewide Indication by Coverage, Rate Change by Territory, Loss Experience, Countrywide Loss Development, Loss Trend, Premium Trend, Catastrophe Allowance, Expenses, Account Deviation Exhibit, Zip Code Changes	Filed	Yes
Supporting Document	Objection Response Letter 070909	Filed	Yes
Rate	Rating Steps	Filed	Yes
Rate	Semi-Annual Base Rates	Filed	Yes
Rate	Annual Policy Factors	Filed	Yes
Rate	Tier Assignment Rules - New Business	Filed	Yes
Rate	Rule 8 - Classifications	Filed	Yes
Rate	Rule 2 - Auto Policy Plus	Filed	Yes
Rate	Rule 34 - Renewal Premium Capping	Filed	Yes
Rate	Territory Pages	Filed	Yes

SERFF Tracking Number: METX-126215627 State: Arkansas
Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
Company Tracking Number: PA AR0008402R01
TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
Product Name: Rate Capping (Introduction Filing only)
Project Name/Number: /PA AR0008402R01

Objection Letter

Objection Letter Status Pending Industry Response
Objection Letter Date 07/07/2009
Submitted Date 07/07/2009

Respond By Date

Dear Jacqueline Hattoy,

This will acknowledge receipt of the captioned filing. The tiering rules must be amended for compliance with Ark. Code Ann. 23-79-152. You may not surcharge or negatively effect the rate for not at fault accidents and/or claims.

Please feel free to contact me if you have questions.

Sincerely,

Alexa Grissom

Response Letter

Response Letter Status Submitted to State
Response Letter Date 07/10/2009
Submitted Date 07/10/2009

Dear Alexa Grissom,

Comments:

We are responding to your Objection Letter dated 7/7/09.

Response 1

Comments: Please find our response letter attached.

Changed Items:

Supporting Document Schedule Item Changes

Satisfied -Name: Objection Response Letter 070909

Comment:

No Form Schedule items changed.

SERFF Tracking Number: METX-126215627 *State:* Arkansas
Filing Company: Metropolitan Group Property and Casualty *State Tracking Number:* EFT \$125
Insurance Company
Company Tracking Number: PA AR0008402R01
TOI: 19.0 Personal Auto *Sub-TOI:* 19.0001 Private Passenger Auto (PPA)
Product Name: Rate Capping (Introduction Filing only)
Project Name/Number: /PA AR0008402R01

No Rate/Rule Schedule items changed.

Please let us know if you have any additional questions.

Regards,
Jackie Hattoy

Sincerely,
Richard Collard

SERFF Tracking Number: METX-126215627 State: Arkansas
 Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
 Company Tracking Number: PA AR0008402R01
 TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
 Product Name: Rate Capping (Introduction Filing only)
 Project Name/Number: /PA AR0008402R01

Rate Information

Rate data applies to filing.

Filing Method: File and Use
Rate Change Type: Increase
Overall Percentage of Last Rate Revision: 0.100%
Effective Date of Last Rate Revision: 11/30/2008
Filing Method of Last Filing: File and Use

Company Rate Information

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where required):	Minimum % Change (where required):
Metropolitan Group Property and Casualty Insurance Company	2.300%	2.000%	\$61,481	3,362	\$3,130,753	15.500%	-8.900%

SERFF Tracking Number: METX-126215627 State: Arkansas
 Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
 Company Tracking Number: PA AR0008402R01
 TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
 Product Name: Rate Capping (Introduction Filing only)
 Project Name/Number: /PA AR0008402R01

Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Attachments Number:
Filed	Rating Steps	Page 2	Replacement	Page 2.PDF
Filed	Semi-Annual Base Rates	Page 3	Replacement	Page 3.PDF
Filed	Annual Policy Factors	Page 9	Replacement	Page 9.PDF
Filed	Tier Assignment Rules - New Business	Pages 16-22	Replacement	Pages 16-22.PDF
Filed	Rule 8 - Classifications	Page 10	Replacement	Page 10.PDF
Filed	Rule 2 - Auto Policy Plus	Page 34	Replacement	Page 34.PDF
Filed	Rule 34 - Renewal Premium Capping	Page 41	New	Page 41.PDF
Filed	Territory Pages	Pages 60-63	Replacement	Pages 60-63.PDF

Metropolitan Group Property and Casualty Insurance Company

ARKANSAS Private Passenger Automobile

RATING STEPS

STEP 5 - Refer to the rule number shown below in the Classifications/Modifications Section of the manual to determine the following additional modifications to the premiums determined in STEP 3 and STEP 4.

Each coverage should be calculated separately for each vehicle, and the premium shall be rounded to the nearest whole dollar after each premium modification.

Order of Application of Rate Modifications:

	<u>Rule</u>
1. Classification Rating Factor	8
2. Tier Factor	Refer to Rate Page 7
3. Superior Driver Discount	16
4. Prior Insurance Plan Factor	13
5. Motor Home Factor	45
6. Antique Auto Factor	41
7. Mass Merchandising Account Deviation	25
8. Auto Policy Plus	27
9. Utility Vehicle Discount	17
10. Safety Device Discount	18
11. Good Student Discount	29
12. Defensive Driver Discount	26
13. Unverifiable MVR/International License Factor	33
14. Driving Safety Course Discounts	26
15. Anti-Theft Device Discount	28
16. Resident Student Discount	21
17. Performance Vehicle Factor	31
18. Homeownership Discount	30
19. Payroll Deduction/Expressit Discount	23
20. Employment Tenure Discount	24
21. Vehicle Rating Group (VRG)	11
22. Rate Cap Factor	34
23. Experience Rating Plan	10
24. Policy Term Factor	Refer to Rate Page 9
25. Vehicle Protective Enclosure Discount	22

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

Semi Annual Base Rates

Terr	Description	BI	PD	PIP	UM	UIM	UMPD	COM	COLL	TOW
1	REM OF STATE	129	89	47	12	20	7	81	197	2
2	NORTH LITTLE ROCK	154	107	48	14	19	7	54	207	2
3	FORT SMITH	103	76	47	13	20	6	51	167	2
4	MEMPHIS SUBURB	137	102	46	13	19	5	78	205	2
5	LONOKE, WHITE, FAULKNER CNTYS	155	105	52	13	21	7	72	198	2
6	TEXARKANA	128	98	56	13	20	7	78	210	2
7	EL DORADO	149	107	53	14	20	7	82	223	2
8	JONESBORO	136	107	48	13	20	7	72	189	2
9	FAYETTEVILLE	93	88	45	12	19	5	59	170	2
10	HOT SPRINGS	146	99	57	13	20	7	78	222	2
11	POPE-CONWAY-PERRY	131	94	49	13	20	7	73	190	2
12	SALINE	142	99	46	13	20	7	75	176	2
13	LITTLE ROCK SE	163	107	53	15	20	7	63	200	2
15	JEFFERSON, GRANT COUNTIES	159	98	53	15	20	7	69	203	2
28	FAULKNER BREAKOUT	158	100	51	13	21	7	72	207	2
29	CRAWFORD/SEBASTIAN	102	80	50	13	20	6	51	171	2
30	BENTON/WASHINGTON	107	91	48	12	19	6	64	174	2
	Accidental Death		2							
	Loss of Income		3							

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

Annual Policy Factors

<u>Coverage</u>	<u>Auto</u>	<u>Motorcycle</u>
Bodily Injury	1.95	2.00
Property Damage	1.95	2.00
Personal Injury	1.95	2.00
Uninsured Motorists Bodily Injury	1.95	2.00
Underinsured Motorists Bodily Injury	1.95	2.00
Uninsured Motorists Property Damage	1.95	2.00
Comprehensive	1.95	2.00
Collision	1.95	2.00
Towing	1.95	2.00
Substitute Transportation	2.00	
Motor Home Contents	2.00	
Sound Receiving Equipment	2.00	
Vehicle Conversion/Customization	2.00	
Camping, Travel and Utility Trailers	1.95	
Antique Auto Physical Damage	1.95	
Lease Loan Gap	2.00	

Metropolitan Group Property and Casualty Insurance Company

Arkansas Private Passenger Automobile

Tier Assignment Rules - New Business

	One Vehicle	Two Vehicles	Three + Vehicles
For each policy condition below, determine the corresponding tier point assignment.			
1a Minor violations in the last 3 years			
One violation	3	3	2
Two violations	4	4	3
Three violations	0	2	2
Each additional violation over 3	0	2	3
1b If 3+ vehicles and one minor violation in the past 3 years and no youth on policy	N/A	N/A	-1
1c Presence of a minor violation in the past 3 years AND No at fault accidents or violations in the past 1 year OR No at fault accidents or violations in the past 2 years	-1	-1	-1
2a Major violations in the past 5 years			
One violation	5	5	6
Two violations	0	1	4
Three violations	0	7	2
Each additional violation over 3	0	10	17
2b Presence of a major violation in the past 5 years and No at fault accidents or violations in the past 3 years	-7	-5	-4
3 Each license suspension in the past 3 years	3	2	1
4 Presence of youth on policy			
Presence of youngest operator age < 18	3	4	4
Presence of youngest operator age 18-20	2	3	3
Presence of youngest operator age 21-24	0	1	1
5a Non-chargeable at fault accidents >= \$500 in the past 3 years			
One non-chargeable at fault accident	13	11	10
Two non-chargeable at fault accidents	20	15	13
Three non-chargeable at fault accidents	34	22	19
Each additional non-chargeable at fault accident over 3	31	27	23
5b Presence of a non-chargeable at fault accident >= \$500 in the past 3 years AND No at fault accidents in the past 2 years	-1	-1	0
5c Chargeable accidents in the past 3 years			
One chargeable accident	6	4	4
Two chargeable accidents	11	8	8
Three chargeable accidents	20	18	17
Each chargeable accident over 3	19	21	19

Metropolitan Group Property and Casualty Insurance Company

Arkansas Private Passenger Automobile

Tier Assignment Rules - New Business

5d	Presence of a chargeable accident resulting in Bodily Injury > \$500 or death in the past 3 years	3	3	3
5e	Presence of a chargeable accident in the past 3 years AND No at fault accidents in the past 1 year	-1	-1	-1
	OR No at fault accidents in the past 2 years	-3	-2	-2
5f	Two at fault accidents under \$500 in the past 3 years	3	2	1
	3+ at fault accidents under \$500 in the past 3 years	6	5	4
6	Violation or at fault accident in the past 3 years on operator licensed less than 5 years	2	2	2
7a	Current insurance conditions			
	Financial responsibility (SR22 required)	14	14	14
	No prior -- with need	9	9	9
	Over 3 months lapse in coverage	9	9	9
	1-3 months lapse in coverage	8	8	8
	Between 10 days and 1 month lapse in coverage	0	0	0
	less than 10 days lapse in coverage	0	0	0
	No lapse in coverage	0	0	0
7b	Prior or current BI limits (lower of either)			
	State minimum or CSL state minimum or no prior insurance -- with need	4	5	6
	> state minimum and < 50/100 or CSL < 100	2	2	3
	50/100 or CSL = 100	0	2	3
	> 50/100 and < 100/300 or CSL > 100 and CSL < 300	0	1	2
	100/300 or CSL = 300	0	0	0
	> 100/300 or CSL > 300	0	0	0
7c	Presence of operator age 20-26, vehicle age < 5 years, years with prior carrier > 4, BI limits >= 50/100, and PFM Score Level between BD - EN	-1	0	0
7d	Presence of operator age 40+, and prior or current BI limits (lower of) is			
	No prior - with need	5	5	5
	State minimum or CSL state minimum	3	3	3
	> state minimum and < 50/100 or CSL < 100	2	3	3
	50/100 or CSL = 100	1	2	2
	> 50/100 and < 100/300 or CSL > 100 and CSL < 300	1	1	1
	100/300 or CSL = 300	0	0	0
	> 100/300 or CSL > 300	0	0	0
7e	Time with prior carrier			
	< 3 years	0	0	0
	>= 3 years and < 5 years	0	0	0
	>= 5 years and < 10 years	-1	-1	-1
	>= 10 years	-2	-2	-2
7f	Spin-off of an existing Metropolitan policy 1 vehicle and operator age 21-24	-2	N/A	N/A

Metropolitan Group Property and Casualty Insurance Company

Arkansas Private Passenger Automobile

Tier Assignment Rules - New Business

8	If prior insurance with no lapse in coverage, future effective date			
	> 3 days and <= 7days	0	0	0
	> 7 days	-1	-1	-1
9	Non-rated operator under age 22	9	9	9
	Non-rated operator age 22-29	2	2	2

10a If Personal Financial Management (PFM) is:

PFM Score Level

BD	-15	-15	-15
BH	-13	-13	-13
BL	-11	-11	-11
BP	-9	-9	-9
BT	-8	-8	-8
BW	-7	-7	-7
CD	-7	-7	-7
CH	-6	-6	-6
CL	-6	-6	-6
CP	-5	-5	-5
CT	-5	-5	-5
CW	-5	-5	-5
DD	-4	-4	-4
DG	-4	-4	-4
DJ	-4	-4	-4
DN	-3	-3	-3
DQ	-3	-3	-3
DT	-2	-2	-2
DW	-2	-2	-2
ED	-1	-1	-1
EG	0	0	0
EJ	0	0	0
EN	1	1	1
EQ	2	2	2
ET	3	3	3
EW	3	3	3
FD	4	4	4
FG	5	5	5
FJ	6	6	6
FN	7	7	7
FQ	8	8	8
FT	9	9	9
FW	10	10	10
GD	11	11	11
GH	12	12	12
GL	13	13	13
GP	14	14	14
GT	15	15	15
HD	16	16	16
HH	17	17	17
HL	18	18	18

Metropolitan Group Property and Casualty Insurance Company

Arkansas Private Passenger Automobile

Tier Assignment Rules - New Business

	HP	20	20	20
	HT	23	23	23
	HW	29	29	29
	NF	6	6	6
	NK	8	8	8
	NN	8	8	8
	NQ	8	8	8
10b	No operators under age 25 and PFM Score Level BD - BW	-1	-1	-1
10c	Presence of an operator under age 21 and			
	PFM Score Level BD	4	4	4
	PFM Score Level BH	3	3	3
	PFM Score Level BL	2	2	2
	PFM Score Level BP	2	2	2
	PFM Score Level BT	2	2	2
	PFM Score Level BW	1	1	1
11	Payment Plan			
	1 Pay	-1	-1	-1
	2 Pay	-1	-1	-1
12a	Prior non-standard or AIP	9	9	9
12b	Prior non-standard or AIP and minimum F/R limits	3	3	3
13	Operator licensed <3 years where no vehicle assigned to youth	2	3	3
14	All operators licensed < 3 years	3	5	6
15	Operator under age 29 2 vehicles and 1 operator	N/A	6	N/A
16	3+ vehicles, youth on policy, presence of operator age < 19, no violations or at fault accidents in the past 3 years Prior and current BI limits of 100/300 or higher, comp and coll on all vehicles and age of newest vehicle < 2	0	0	-2
17	Two vehicles, 2 operators, no youth on policy, newest vehicle age <2, no major violations in the past 5 years, no at fault accidents in the past 3 years, and no more than 1 minor violation in the past 3 years	0	-2	0
18	Presence of good student operator age 21-24, and prior insurance	-2	-1	-1
19	All vehicles are liability only* * No vehicles on policy have full coverage, which includes both comprehensive and collision	4	3	2
20	Youth on policy age < 21, prior and current BI limits >= 100/300, comp and coll on at least one vehicle with no more than one vehicle liability only, at least one minor			

Metropolitan Group Property and Casualty Insurance Company

Arkansas Private Passenger Automobile

Tier Assignment Rules - New Business

violation or chargeable accident in the past 3 years, no major violations in the past 5 years			
PFM Score Level BD - CW	0	0	0
PFM Score Level DD - DW	0	-1	-1
PFM Score Level ED - FW	0	-2	-2
PFM Score Level GD - HW	0	-3	-3
PFM Score Level NF - NQ	0	0	0
21	1 vehicle, all operators age <30, vehicle age 5-8, BI limits >= 50/100, comp and coll on vehicle, no more than 1 minor violation in the past 3 years, no major violations in the past 5 years, no at fault accidents in the past 3 years		
	-2	0	0
22	Comp and Coll on at least one vehicle and no more than one vehicle with liability only, BI limits >= 50/100, no at fault accidents in the past 3 years, no major violations in the past 5 years, no minor violations in the past 3 years, no license suspensions		
PFM Score Level BD - CW	0	0	0
PFM Score Level DD - DW	-1	-1	-1
PFM Score Level ED - FW	-2	-2	-2
PFM Score Level GD - HW	-2	-2	-2
PFM Score Level NF - NQ	0	0	0
23	All vehicles age <2, comp and coll on all vehicles, BI limits >= 100/300		
PFM Score Level BD - CW	0	-1	-1
PFM Score Level DD - ED	0	-1	-1
PFM Score Level EG - GD	0	-2	-2
PFM Score Level GH - HW	0	-3	-3
PFM Score Level NF - NQ	0	0	0
24	All vehicles age 9+		
PFM Score Level BD - CW	0	0	1
PFM Score Level DD - DW	0	1	2
PFM Score Level ED - FW	1	2	3
PFM Score Level GD - HW	2	3	4
PFM Score Level NF - NQ	0	0	0
25	Presence of a vehicle age 9+, no vehicle age < 5		
PFM Score Level BD - CW	0	0	0
PFM Score Level DD - DW	0	0	0
PFM Score Level ED - FW	0	1	1
PFM Score Level GD - HW	0	2	2
PFM Score Level NF - NQ	0	0	0
26	2 adults age >40 and 1 or more operators age < 25, No at fault accidents or violations in the past 3 years		
	0	-1	-2
27	All operators age 23-35, newest vehicle age < 2, No at fault accidents or violations in the past 3 years		
	-1	-1	-1

Metropolitan Group Property and Casualty Insurance Company

Arkansas Private Passenger Automobile

Tier Assignment Rules - New Business

28	Presence of a vehicle age < 2 with symbol greater than 17	-1	-1	-1
29	Presence of a vehicle age > 3 with symbol greater than 17	2	1	1
30	If future effective date > 7 days with no lapse in coverage, no at fault accidents or violations in the past 3 years, prior insurance, comp and coll on at least 1 vehicle	-1	-1	-1
31	All vehicles age < 3, annual policy, comp and coll on all vehicles, BI limits >= 250/500, 1 pay plan	-1	-2	-2
32	All vehicles age < 3, annual policy, comp and coll on all vehicles, BI limits >= 250/500, payroll deduction, ExpressIt, or 2 pay plan, future effective date > 3 days with no lapse in coverage	-1	-2	-2
33	2 operators age > 39, comp and collision on more than 1 vehicle, number of youths on policy > 1 and one youth age > 17, presence of a good student, no vehicles age > 8, no at fault accidents or violations in the past 3 years	0	-2	-2
34	If all of the following are true: BI limits >= 100/300 PFM Score Level between BD - EN No youths on policy under age 19 No operators over age 75 4 years or more with prior carrier Comp and coll on all vehicles No minor violations or at fault accidents in the past 3 years No major violations in the past 5 years All operators have an AR license with a verifiable 3 year driving record Homeowner No license suspensions Matching BI and UM limits	-1	-1	-1
	or			
	BI limits >= 100/300 PFM Score Level between BD - CT No youths on policy No operators over age 75 5 years or more with prior carrier Comp and coll on all vehicles No minor violations or at fault accidents in the past 3 years No major violations in the past 5 years All operators have an AR license with a verifiable 3 year driving record Homeowner No license suspensions Matching BI and UM limits	-2	-2	-2

Metropolitan Group Property and Casualty Insurance Company

Arkansas Private Passenger Automobile

Tier Assignment Rules - New Business

or

BI limits \geq 250/500

PFM Score Level between BD - BT

No youths on policy

No operators over age 75

6 years or more with prior carrier

Comp and coll on all vehicles

No minor violations or at fault accidents in the past 3 years

No major violations in the past 5 years

All operators have an AR license with a verifiable 3 year driving record

Homeowner

No license suspensions

Matching BI and UM limits

-3

-3

-3

Tier assignment = **27** + the sum of points for the above conditions.

RULE 8 - CLASSIFICATIONS

- A. This rule provides for the determination of the classification, which is based upon the age, sex, marital status and experience of the operators, and the use and number of automobiles.

Determine the appropriate classification from the Classification Rating Factors Table, subject to the provisions of Section B of this of this rule. The Classification Rating Factor applies to the Bodily Injury Liability, Property Damage Liability, Medical and Hospital Benefits portion of Personal Injury Protection, Protection Against Bodily Injury Caused by Uninsured Motorist, Protection Against Bodily Injury Caused by Underinsured Motorist, Protection Against Property Damage Caused by Uninsured Motorist, Comprehensive and Collision coverages.

B. Definitions

i. "Age" means the age attained on the last birthday.

ii. "Business Use" means that the use of the automobile is required by or involved in the usual duties of the applicant or any other person customarily operating the automobile in his or her occupation, profession or business, other than going to or from his or her principal place of occupation, profession or business.

"Government Use" - an automobile used in the business of United States Government by an employee thereof may be classified and rated as "Pleasure Use" or "To or From Work" provided coverage is limited in accordance with the applicable endorsement.

iii. "Good Student" means a youthful operator under the age of 25 who meets the following criteria.

a. The operator is:

(1)at least 16, but under 25 years of age; and

(2)is at least a sophomore (10th grade) full-time high school student;
or

(3)is a full-time student of a college, university or accredited vocational-technical institute; or

(4)attended a college, university or accredited vocational-technical institute on a full-time basis.

b. The student must:

(1)rank among the top 20% of the class scholastically; or

(2)maintain at least a "B" average, or its equivalent; or

(3)maintain at least a 3.0 average in a 4, 3, 2, 1 point system; or

(4)be included in a "Dean's List", "Honor Roll" or comparable list indicating scholastic achievement; or

(5)have achieved a cumulative scholastic average of "B" or 3.0 or higher if qualified under B.iii.a.(3) or (4)

c. Proof of Eligibility consists of any of the following:

(1)a Report Card, Transcript or copy of the Dean's List or Honor Roll for the immediately preceding school semester, quarter or other grading period; or

RULE 27 - AUTO POLICY PLUS

A. Auto/Home Multi-Policy Discount

A discount is provided to those insureds who also are the named insured on a Metropolitan Homeowners policy. This discount is not available to the Automobile policy when the account's Homeowners insurance is a Renters policy. The following discount amounts shall apply:

Tiers 1-29: 5%
Tiers 30-99: 4%

B. Auto/Life Multi-Policy Discount

A five percent (5%) discount is provided when the named insured, spouse or civil union partner owns or is a named insured under an active individual life insurance policy, individual disability policy, individual long-term care policy or individual annuity with Metropolitan Life Insurance Company or an affiliated company which is domiciled in the United States.

Employee contributed optional group coverage for the above listed products are eligible for the discount (employer paid, basic group coverage does not qualify for this discount).

Life products must be premium paying or must be paid-up with a face value of \$1,000 or more in order to qualify for this discount. Life policies insuring anyone under the age of 18 do not qualify.

The following MetLife® policies are among those that do not qualify for discount eligibility:

- Group Life Insurance (Basic/non-employee paid)
- Industrial Life Insurance
- Dental Insurance
- Health Insurance
- Mutual Funds
- Policies in Nonforfeiture Status
- Life Insurance Insuring Anyone Under the Age of 18
- Any policy issued by Metropolitan Property and Casualty Insurance Company or one of its subsidiaries

The total combined discount applies to the Bodily Injury Liability, Property Damage Liability, Personal Injury Protection, Protection Against Bodily Injury Caused by Uninsured Motorist, Protection Against Bodily Injury Caused by Underinsured Motorist, Protection Against Property Damage Caused by Uninsured Motorist, Comprehensive and Collision coverage premiums.

RULE 34 - RENEWAL PREMIUM CAPPING

Policy renewal premium changes shall be capped at plus or minus 12% for annual policies and plus or minus 6% for semi-annual policies based on the application of a Rate Cap Factor.

The capped renewal premium shall be calculated as follows:

The expiring full term premium is compared to the uncapped new full term premium, and if the amount of premium increase/decrease is greater than the rate cap percent listed above, the Rate Cap Factor will be calculated by multiplying the expiring full term premium by one plus/minus the rate cap percent, dividing by the uncapped new full term premium and rounding to three decimal places. When the expiring full term premium is a capped premium, the comparison done above is to the capped premium.

The premium associated with a surcharge for experience modification or a policy tier adjustment shall not be included in the premiums used to calculate the Rate Cap Factor. State fees (if applicable) are also not included in the calculation.

The Rate Cap Factor shall apply to the policy premium for the entire policy term, and shall not be recalculated for midterm adjustments to the policy. The Rate Cap Factor will apply to the premium for all vehicle level and policy level coverages on the policy.

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY
AUTOMOBILE MANUAL
ARKANSAS

ARKANSAS METGROUP AUTO TERRITORIES

Zip	Split	TERR									
71601		15	71722		1	71833		1	71940		1
71602		15	71724		7	71834		6	71941		1
71603		15	71725		1	71835		1	71942		1
71630		1	71726		1	71836		1	71943		1
71631		1	71728		1	71837		6	71944		1
71634		1	71730		7	71838		1	71945		1
71635		1	71740		1	71839		6	71946		1
71638		1	71742		1	71840		6	71949		10
71639		1	71743		1	71841		1	71950		1
71640		1	71744		1	71842		1	71952		1
71642		1	71745		1	71844		1	71953		1
71643		1	71747		7	71845		1	71956		10
71644		1	71748		1	71846		1	71957		1
71646		1	71749		7	71847		1	71958		1
71647		1	71750		7	71851		1	71959		1
71649		1	71751		1	71852		1	71960		1
71650		1	71752		1	71853		1	71961		1
71651		1	71753		1	71854		6	71962		1
71652		1	71754		1	71855		1	71964		10
71653		1	71758		7	71857		1	71965		1
71654		1	71759		7	71858		1	71966		1
71655		1	71762		7	71859		1	71968		10
71658		1	71763		1	71860		1	71969		1
71659		5	71764		1	71861		1	71970		1
71660		1	71765		7	71862		1	71971		1
71661		1	71766		1	71864		1	71972		1
71662		1	71767		1	71865		1	71973		1
71663		1	71768		7	71866		1	72001		11
71665		1	71769		1	71901		10	72002		13
71666		1	71770		1	71909		10	72003		1
71667		1	71772		1	71913		10	72004		15
71670		1	71801		1	71920		1	72005		1
71671		1	71820		1	71921		1	72006		1
71674		1	71822		1	71922		1	72007		28
71675		1	71823		1	71923		1	72009		1
71676		1	71825		1	71929		1	72010		28
71677		1	71826		1	71931		10	72011		12
71678		1	71827		1	71932		1	72012		28
71701		1	71828		1	71933		1	72013		1
71720		1	71831		1	71935		1	72014		1
71721		1	71832		1	71937		1	72015		12

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY
AUTOMOBILE MANUAL
ARKANSAS

Zip	Split	TERR									
72016		11	72067		1	72127		11	72206		13
72017		1	72068		28	72128		15	72207		2
72019		12	72069		1	72129		15	72208		2
72020		28	72070		11	72130		1	72209		13
72021		1	72071		1	72131		1	72210		2
72022		12	72072		5	72132		15	72211		2
72023		5	72073		1	72133		15	72212		2
72024		5	72074		1	72134		1	72223		2
72025		11	72075		1	72135		2	72227		2
72026		1	72076		2	72136		28	72301		4
72027		11	72079		15	72137		28	72310		4
72028		1	72080		11	72139		28	72311		4
72029		1	72081		28	72140		1	72312		1
72030		11	72082		28	72141		1	72313		4
72031		1	72083		5	72142		13	72314		1
72032		11	72084		15	72143		28	72315		4
72034		11	72085		28	72150		15	72320		4
72036		1	72086		5	72152		15	72321		4
72037		5	72087		10	72153		1	72322		4
72038		1	72088		1	72156		11	72324		1
72039		11	72099		2	72157		11	72325		4
72040		1	72101		1	72160		1	72326		4
72041		1	72102		28	72164		2	72327		4
72042		1	72103		13	72165		1	72328		1
72043		1	72104		1	72166		1	72329		4
72044		1	72105		1	72167		12	72330		4
72045		28	72106		11	72168		15	72331		4
72046		5	72107		11	72169		1	72332		4
72047		11	72108		1	72170		1	72333		1
72048		1	72110		11	72173		11	72335		4
72051		1	72111		11	72175		15	72338		4
72052		28	72112		1	72176		28	72339		4
72053		2	72113		2	72178		28	72340		4
72055		1	72114		2	72179		1	72341		4
72057		15	72116		13	72180		2	72342		1
72058		11	72117		13	72181		11	72346		4
72059		1	72118		2	72182		15	72347		1
72060		28	72120		2	72183		2	72348		4
72061		11	72121		28	72199		2	72350		4
72063		11	72122		12	72201		2	72351		4
72064		1	72123		1	72202		2	72352		4
72065		13	72125		11	72204		13	72353		1
72066		1	72126		11	72205		2	72354		1

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY
 AUTOMOBILE MANUAL
 ARKANSAS

Zip	Split	TERR									
72355		1	72424		1	72473		1	72560		1
72358		4	72425		1	72474		1	72561		1
72359		4	72426		4	72475		1	72562		1
72360		4	72427		8	72476		1	72564		1
72364		4	72428		4	72478		1	72565		1
72365		1	72429		1	72479		1	72566		1
72366		1	72430		1	72482		1	72567		1
72367		1	72431		1	72501		1	72568		1
72368		4	72432		1	72512		1	72569		1
72369		1	72433		1	72513		1	72571		1
72370		4	72434		1	72515		1	72572		1
72372		4	72435		1	72516		1	72573		1
72373		1	72436		1	72517		1	72575		1
72374		1	72437		8	72519		1	72576		1
72376		4	72438		4	72520		1	72577		1
72377		1	72439		1	72521		1	72578		1
72379		1	72440		1	72522		1	72579		1
72381		4	72441		1	72523		1	72581		1
72383		1	72442		4	72524		1	72583		1
72384		4	72443		1	72526		1	72584		1
72385		1	72444		1	72527		1	72585		1
72386		1	72445		1	72528		1	72587		1
72387		1	72447		8	72529		1	72601		1
72389		1	72449		1	72530		1	72610		1
72390		1	72450		1	72531		1	72611		1
72391		4	72453		1	72532		1	72612		1
72392		4	72454		1	72533		1	72613		1
72394		4	72455		1	72534		1	72615		1
72395		4	72456		1	72536		1	72616		1
72396		1	72457		1	72537		1	72617		1
72401		8	72458		1	72538		1	72618		1
72404		8	72459		1	72539		1	72619		1
72410		1	72460		1	72540		1	72623		1
72411		8	72461		1	72542		1	72624		1
72412		1	72462		1	72543		1	72626		1
72413		1	72464		1	72544		1	72628		1
72414		8	72465		1	72546		1	72629		1
72415		1	72466		1	72550		1	72631		1
72416		8	72467		8	72553		1	72632		1
72417		8	72469		1	72554		1	72633		1
72419		8	72470		1	72555		1	72634		1
72421		8	72471		1	72556		1	72635		1
72422		1	72472		1	72557		1	72636		1

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY
AUTOMOBILE MANUAL
ARKANSAS

Zip	Split	TERR									
72638		1	72719		30	72823		11	72926		1
72639		1	72721		1	72824		1	72927		1
72640		1	72722		30	72826		1	72928		1
72641		1	72727		9	72827		1	72930		1
72642		1	72728		9	72828		1	72932		29
72644		1	72729		9	72829		1	72933		1
72645		1	72730		9	72830		1	72934		29
72648		1	72732		30	72832		1	72935		29
72650		1	72733		30	72833		1	72936		3
72651		1	72734		30	72834		1	72937		3
72653		1	72735		9	72835		1	72938		3
72655		1	72736		30	72837		11	72940		3
72657		1	72737		9	72838		1	72941		3
72658		1	72738		1	72839		1	72943		1
72659		1	72739		30	72840		1	72944		1
72660		1	72740		1	72841		1	72945		3
72661		1	72741		9	72842		1	72946		29
72662		1	72742		1	72843		11	72947		29
72663		1	72744		9	72844		1	72948		29
72666		1	72745		30	72845		1	72949		1
72668		1	72747		30	72846		1	72950		1
72669		1	72749		9	72847		11	72951		1
72670		1	72751		30	72851		1	72952		29
72672		1	72752		1	72852		1	72955		29
72675		1	72753		9	72853		1	72956		29
72677		1	72756		30	72854		1	72958		1
72679		11	72758		30	72855		1	72959		9
72680		1	72760		1	72856		11			
72682		1	72761		30	72857		1			
72683		1	72762		9	72858		11			
72685		1	72764		9	72860		1			
72686		1	72767		9	72863		1			
72687		1	72768		30	72865		1			
72701		9	72769		9	72867		1			
72702		9	72770		9	72901		3			
72703		9	72773		1	72903		3			
72704		9	72774		9	72904		3			
72711		30	72775		9	72905		3			
72712		30	72776		1	72908		3			
72714		30	72801		11	72916		3			
72715		30	72820		1	72921		29			
72717		9	72821		1	72923		3			
72718		30	72822		11	72924		1			

SERFF Tracking Number: METX-126215627 State: Arkansas
 Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
 Company Tracking Number: PA AR0008402R01
 TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
 Product Name: Rate Capping (Introduction Filing only)
 Project Name/Number: /PA AR0008402R01

Supporting Document Schedules

Bypassed -Name: A-1 Private Passenger Auto
 Abstract
Bypass Reason: n/a
Comments:

Review Status:
 Filed 07/13/2009

Satisfied -Name: APCS-Auto Premium Comparison
 Survey
Comments:
 An excel version is also being submitted via email as required.
Attachment:
 APCS Survey.PDF

Review Status:
 Filed 07/13/2009

Satisfied -Name: NAIC loss cost data entry document
Comments:
Attachment:
 Form RF-1.PDF

Review Status:
 Filed 07/13/2009

Bypassed -Name: NAIC Loss Cost Filing Document
 for OTHER than Workers' Comp
Bypass Reason: n/a
Comments:

Review Status:
 Filed 07/13/2009

Satisfied -Name: Filing Introduction, Statewide
 Indication by Coverage, Rate
 Change by Territory, Loss
 Experience, Countrywide Loss
 Development, Loss Trend,

Review Status:
 Filed 07/13/2009

SERFF Tracking Number: METX-126215627 State: Arkansas
Filing Company: Metropolitan Group Property and Casualty Insurance Company State Tracking Number: EFT \$125
Company Tracking Number: PA AR0008402R01
TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
Product Name: Rate Capping (Introduction Filing only)
Project Name/Number: /PA AR0008402R01
Premium Trend, Catastrophe Allowance, Expenses, Account Deviation Exhibit, Zip Code Changes

Comments:

Attachments:

Filing Introduction.PDF
Statewide Indication by Coverage.PDF
Rate Change by Territory.PDF
Loss Experience.PDF
Countrywide Loss Development.PDF
Loss Trend.PDF
Premium Trend.PDF
Catastrophe Allowance.PDF
Expenses.PDF
Account Deviation Exhibit.PDF
Zip Code Changes.PDF

SERFF Tracking Number: METX-126215627 State: Arkansas
Filing Company: Metropolitan Group Property and Casualty State Tracking Number: EFT \$125
Insurance Company
Company Tracking Number: PA AR0008402R01
TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
Product Name: Rate Capping (Introduction Filing only)
Project Name/Number: /PA AR0008402R01

Review Status:

Satisfied -Name: Objection Response Letter 070909

Filed

07/13/2009

Comments:

Attachment:

Objection Response Letter 070909.PDF

Private Passenger Auto Premium Comparison Survey Form
FORM APCS - last modified August 2005

NAIC Number: 34339
 Company Name: Metropolitan Group Property & Casualty Insurance Company
 Contact Person: Richard E. Collard
 Telephone No.: 1-800-257-5049
 Email Address: rcollard@metlife.com
 Effective Date: 08/31/09 NB and 10/05/09 RB

Assumptions to Use:
 1 **Liability -Minimum \$25,000 per person**
 2 **Bodily Injury \$50,000 per accident**
 \$25,000 per accident
 3 **Property Damage \$100 deductible per accident**
 4 **Comprehensive & Collision \$250 deductible per accident**
 5 **The insured has elected to accept:**
 Uninsured motorist property and bodily injury equal to liability coverage
 Underinsured bodily injury equal to liability coverage
 6 **Personal Injury Protection of \$5,000 for medical, loss**
 wages according to statute and \$5,000 accidental
 7 **If male and female rates are different, use the highest of the two**

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

DISCOUNTS OFFERED:

PASSIVE RESTRAINT/AIRBAG	20-40	%
AUTO/HOMEOWNERS	5	%
GOOD STUDENT	15	%
ANTI-THEFT DEVICE	5-10	%
Over 55 Defensive Driver Discount	10	%
\$250/\$500 Deductible Comp./Coll.	30,40	%

Vehicle	Coverages	Gender	Age	Fayetteville				Trumann				Little Rock				Lake Village				Pine Bluff			
				Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female
				18	18	40	66	18	18	40	66	18	18	40	66	18	18	40	66	18	18	40	66
1999 Chevrolet Silverado 1500 2WD "LS" regular cab 119" WB	Minimum Liability			\$1,709	\$2,664	\$632	\$573	\$1,987	\$3,139	\$736	\$661	\$2,311	\$3,661	\$851	\$761	\$1,987	\$3,139	\$736	\$661	\$2,308	\$3,667	\$851	\$767
	Minimum Liability with Comprehensive and Collision			\$3,484	\$5,639	\$1,323	\$1,137	\$4,152	\$6,774	\$1,578	\$1,351	\$4,305	\$6,973	\$1,616	\$1,395	\$4,152	\$6,774	\$1,578	\$1,351	\$4,386	\$7,137	\$1,662	\$1,416
	100/300/50 Liability with Comprehensive and Collision			\$3,810	\$6,163	\$1,453	\$1,256	\$4,581	\$7,466	\$1,746	\$1,494	\$4,809	\$7,788	\$1,810	\$1,562	\$4,581	\$7,466	\$1,746	\$1,494	\$4,903	\$7,978	\$1,865	\$1,589
2003 Ford Explorer "XLT" 2WD, 4 door	Minimum Liability			\$1,862	\$2,912	\$683	\$624	\$2,163	\$3,432	\$796	\$720	\$2,519	\$4,005	\$925	\$825	\$2,163	\$3,432	\$796	\$720	\$2,518	\$4,013	\$927	\$832
	Minimum Liability with Comprehensive and Collision			\$4,238	\$6,891	\$1,615	\$1,374	\$5,056	\$8,289	\$1,935	\$1,635	\$5,183	\$8,429	\$1,953	\$1,671	\$5,056	\$8,289	\$1,935	\$1,635	\$5,303	\$8,667	\$2,008	\$1,715
	100/300/50 Liability with Comprehensive and Collision			\$4,296	\$6,983	\$1,752	\$1,501	\$5,169	\$8,474	\$2,111	\$1,792	\$5,370	\$8,728	\$2,159	\$1,851	\$5,169	\$8,474	\$2,111	\$1,792	\$5,496	\$8,986	\$2,223	\$1,897
2003 Honda Odyssey "EX"	Minimum Liability			\$1,408	\$2,180	\$525	\$480	\$1,632	\$2,568	\$610	\$555	\$1,893	\$2,990	\$706	\$633	\$1,632	\$2,568	\$610	\$555	\$1,898	\$2,997	\$708	\$640
	Minimum Liability with Comprehensive and Collision			\$3,682	\$5,988	\$1,419	\$1,207	\$4,402	\$7,221	\$1,697	\$1,436	\$4,455	\$7,240	\$1,694	\$1,445	\$4,402	\$7,221	\$1,697	\$1,436	\$4,570	\$7,467	\$1,750	\$1,485
	100/300/50 Liability with Comprehensive and Collision			\$3,705	\$6,017	\$1,528	\$1,310	\$4,459	\$7,301	\$1,835	\$1,561	\$4,569	\$7,415	\$1,854	\$1,588	\$4,459	\$7,301	\$1,835	\$1,561	\$4,686	\$7,649	\$1,918	\$1,632
2005 Toyota Camry LE 3.0L 4 door Sedan	Minimum Liability			\$1,564	\$2,432	\$579	\$531	\$1,816	\$2,865	\$673	\$611	\$2,110	\$3,339	\$780	\$698	\$1,816	\$2,865	\$673	\$611	\$2,110	\$3,346	\$785	\$705
	Minimum Liability with Comprehensive and Collision			\$4,587	\$7,492	\$1,761	\$1,492	\$5,506	\$9,061	\$2,119	\$1,785	\$5,528	\$9,007	\$2,096	\$1,784	\$5,506	\$9,061	\$2,119	\$1,785	\$5,678	\$9,303	\$2,168	\$1,836
	100/300/50 Liability with Comprehensive and Collision			\$4,885	\$7,968	\$1,880	\$1,601	\$5,893	\$9,693	\$2,272	\$1,919	\$5,986	\$9,745	\$2,274	\$1,938	\$5,893	\$9,693	\$2,272	\$1,919	\$6,148	\$10,071	\$2,351	\$1,994
2003 Cadillac Seville "STS" 4 door Sedan	Minimum Liability			\$1,564	\$2,432	\$579	\$531	\$1,816	\$2,865	\$673	\$611	\$2,110	\$3,339	\$780	\$698	\$1,816	\$2,865	\$673	\$611	\$2,110	\$3,346	\$785	\$705
	Minimum Liability with Comprehensive and Collision			\$4,854	\$7,949	\$1,865	\$1,580	\$5,830	\$9,627	\$2,251	\$1,895	\$5,802	\$9,481	\$2,207	\$1,872	\$5,830	\$9,627	\$2,251	\$1,895	\$5,985	\$9,829	\$2,291	\$1,936
	100/300/50 Liability with Comprehensive and Collision			\$4,831	\$7,896	\$1,984	\$1,689	\$5,830	\$9,613	\$2,404	\$2,029	\$5,871	\$9,586	\$2,385	\$2,026	\$5,830	\$9,613	\$2,404	\$2,029	\$6,053	\$9,933	\$2,474	\$2,094
1998 Chevrolet Cavalier LS 4D Sedan	Minimum Liability			\$1,780	\$2,782	\$658	\$597	\$2,071	\$3,279	\$764	\$687	\$2,408	\$3,825	\$886	\$795	\$2,071	\$3,279	\$764	\$687	\$2,408	\$3,832	\$885	\$796
	Minimum Liability with Comprehensive and Collision			\$3,818	\$6,192	\$1,449	\$1,241	\$4,550	\$7,445	\$1,733	\$1,478	\$4,694	\$7,615	\$1,765	\$1,517	\$4,550	\$7,445	\$1,733	\$1,478	\$4,795	\$7,821	\$1,817	\$1,544
	100/300/50 Liability with Comprehensive and Collision			\$4,157	\$6,737	\$1,583	\$1,363	\$4,994	\$8,166	\$1,907	\$1,626	\$5,215	\$8,467	\$1,966	\$1,690	\$4,994	\$8,166	\$1,907	\$1,626	\$5,333	\$8,699	\$2,027	\$1,726

FORM RF-1 Rate Filing Abstract NAIC LOSS COST DATA ENTRY DOCUMENT

1.	This filing transmittal is part of Company Tracking #	PA AR0008502R01
2.	If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number	

Company Name		Company NAIC Number	
3.	A. Metropolitan Group Property and Casualty Insurance Company	B.	241-34339

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. 19.0 Personal Auto	B.	19.0001 Private Passenger Auto (PPA)

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
Bodily Injury	-2.0%	-0.5%					
Property Damage	5.5%	4.5%					
UM/UIM	9.2%	8.4%					
UMPD	76.2%	18.6%					
Personal Injury Protection	47.3%	25.0%					
Comprehensive	0.8%	0.6%					
Collision	-2.1%	-0.8%					
Towing	-13.9%	0.0%					
TOTAL OVERALL EFFECT	2.3%	2.0%					

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
2004	1,503	7.0%	04/15/04	2,657	2,100	79.0%	56.7%
2005	1,467			2,705	993	36.7%	56.3%
2006	1,633	0.0%	07/30/06	2,742	1,490	54.3%	50.8%
2007	1,756			3,071	1,476	48.1%	51.9%
		0.1%	04/30/08				
2008	1,796	0.1%	11/30/08	3,196	1,815	56.8%	48.7%

7.

Expense Constants	Selected Provisions
A. Total Production Expense	18.80%
B. General Expense	2.90%
C. Taxes, License & Fees	3.08%
D. Underwriting Profit & Contingencies	4.07%
E. Other (explain)	
F. TOTAL	28.85%

8. N Apply Lost Cost Factors to Future filings? (Y or N)
9. 15.5% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): Territory 3, policies with BI, PD, PIP only
10. -8.9% Estimated Maximum Rate Decrease for any Insured (%). Territory (if applicable): Territory 4, policies with BI, PD, UM/UIM, Comp, Coll

Metropolitan Group Property & Casualty Insurance Company

Arkansas Automobile Rate Revision

Introduction

The automobile rates currently in use by Metropolitan Group Property & Casualty Insurance Company were filed with the Arkansas Insurance Department, effective November 30, 2008.

The following changes are proposed effective August 31, 2009 for New Business and October 5, 2009 for Renewal Business:

I. Rate Change

Liability	2.5%
No Fault	25.0%
<u>Physical Damage</u>	<u>-0.2%</u>
Total	2.0%

II. Summary

- 1. Base Rates**
Base Rates are revised by coverage and territory.
- 2. Introduction of Rate Capping**
Policy renewal premium changes shall be capped at plus or minus 12% for annual policies and plus or minus 6% for semi-annual policies based on the application of a coverage level Rate Cap Factor. Please refer to manual rule 34 for details.
- 3. Group Account Deviation Factors**
Group Account deviation factors are revised.
- 4. New Business Tier Assignment Rules**
Tier condition 7b has been updated to reflect that it only applies to no prior insurance with need. The line for no prior insurance, no need has been removed from tier condition 7d. Condition 7f, spin-off of an existing Met policy, 1 vehicle, operator age 21-24 has been added.
- 5. Editorial Changes to Rate Pages & Manual Pages**
 - The annual factor rate page has been updated to include a line for Uninsured Motorists Property Damage, which had previously been inadvertently omitted.
 - Rules 8 and 27 in the manual have been updated to clarify which Uninsured Motorist coverages apply.
- 6. Zip Code Update**
Zip code 72019 has been added per updates to the U.S. Postal Bulletin

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

SUMMARY OF RATE LEVEL INDICATIONS

	Acc Yr Ending 03/2009 Trended Earn Prem <u>at Curr Rate Level</u>	Projected Loss & <u>LAE Ratio</u>	Indicated Rate <u>Change</u>	Proposed Rate <u>Change</u>
<u>Coverage</u>				
Bodily Injury	813,660	58.9%	-2.0%	-0.5%
Property Damage	568,410	72.2%	5.5%	4.5%
Uninsured/Underinsured Motorist - BI	194,107	101.4%	9.2%	8.4%
Uninsured Motorist - PD	11,382	461.3%	76.2%	18.6%
Liability Coverage	1,587,559	71.1%	2.6%	2.5%
No Fault	94,949	182.9%	47.3%	25.0%
Comprehensive	526,120	56.8%	0.8%	0.6%
Collision	863,965	53.2%	-2.1%	-0.8%
Towing	9,951	14.8%	-13.9%	0.0%
Physical Damage Coverage	1,400,037	54.3%	-1.1%	-0.2%
Total	3,082,545	66.6%	2.3%	2.0%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

BODILY INJURY RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	724,090	827,456	826,268
2)	Historical Premium Trend Factors	0.980	0.990	1.000
3)	Projected Premium Trend Factors	0.985	0.985	0.985
4)	Trended Earned Premium at Curr Rate Level 1x2x3	698,851	806,682	813,660
5)	Incurred Loss & ALAE	327,602	314,928	402,930
6)	Development Factors	1.103	1.151	1.211
7)	Historical Loss Trend Factors	0.980	0.990	1.000
8)	Projected Loss Trend Factors	0.985	0.985	0.985
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	348,746	353,512	480,582
10)	Projected Loss & ALAE Ratios 9/4	49.9%	43.8%	59.1%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			51.0%
13)	ULAE Factor			1.156
14)	Catastrophe Provision			1.000
15)	Projected Loss & LAE Ratio 12x13x14			58.9%
16)	Credibility			36.5%
17)	Complement of Credibility Permissible Loss & LAE Ratio			65.9%
18)	Credibility Weighted Loss & LAE Ratio			63.4%
19)	Indicated Rate Change			-2.0%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

PROPERTY DAMAGE RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	510,114	581,736	577,218
2)	Historical Premium Trend Factors	0.980	0.990	1.000
3)	Projected Premium Trend Factors	0.985	0.985	0.985
4)	Trended Earned Premium at Curr Rate Level 1x2x3	492,334	567,130	568,410
5)	Incurred Loss & ALAE	338,695	373,560	299,355
6)	Development Factors	1.000	1.002	1.067
7)	Historical Loss Trend Factors	0.989	0.994	1.000
8)	Projected Loss Trend Factors	0.991	0.991	0.991
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	331,870	368,886	316,644
10)	Projected Loss & ALAE Ratios 9/4	67.4%	65.0%	55.7%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			62.5%
13)	ULAE Factor			1.156
14)	Catastrophe Provision			1.000
15)	Projected Loss & LAE Ratio 12x13x14			72.2%
16)	Credibility			58.2%
17)	Complement of Credibility Permissible Loss & LAE Ratio			65.9%
18)	Credibility Weighted Loss & LAE Ratio			69.6%
19)	Indicated Rate Change			5.5%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

NO FAULT RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	64,365	84,108	94,949
2)	Historical Premium Trend Factors	1.000	1.000	1.000
3)	Projected Premium Trend Factors	1.000	1.000	1.000
4)	Trended Earned Premium at Curr Rate Level 1x2x3	64,365	84,108	94,949
5)	Incurred Loss & ALAE	79,353	104,514	91,351
6)	Development Factors	1.054	1.096	1.282
7)	Historical Loss Trend Factors	1.170	1.082	1.000
8)	Projected Loss Trend Factors	1.128	1.128	1.128
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	110,291	139,676	132,061
10)	Projected Loss & ALAE Ratios 9/4	171.4%	166.1%	139.1%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			158.2%
13)	ULAE Factor			1.156
14)	Catastrophe Provision			1.000
15)	Projected Loss & LAE Ratio 12x13x14			182.9%
16)	Credibility			32.9%
17)	Complement of Credibility Permissible Loss & LAE Ratio			65.9%
18)	Credibility Weighted Loss & LAE Ratio			104.4%
19)	Indicated Rate Change			47.3%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

UNINSURED/UNDERINSURED MOTORIST BODILY INJURY RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	172,383	196,811	194,107
2)	Historical Premium Trend Factors	1.000	1.000	1.000
3)	Projected Premium Trend Factors	1.000	1.000	1.000
4)	Trended Earned Premium at Curr Rate Level 1x2x3	172,383	196,811	194,107
5)	Incurred Loss & ALAE	110,621	167,029	112,542
6)	Development Factors	1.114	1.214	1.595
7)	Historical Loss Trend Factors	0.980	0.990	1.000
8)	Projected Loss Trend Factors	0.985	0.985	0.985
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	118,962	197,751	176,834
10)	Projected Loss & ALAE Ratios 9/4	69.0%	100.5%	91.1%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			87.8%
13)	ULAE Factor			1.156
14)	Catastrophe Provision			1.000
15)	Projected Loss & LAE Ratio 12x13x14			101.4%
16)	Credibility			19.0%
17)	Complement of Credibility Permissible Loss & LAE Ratio			65.9%
18)	Credibility Weighted Loss & LAE Ratio			72.6%
19)	Indicated Rate Change			9.2%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

UNINSURED MOTORIST PROPERTY DAMAGE RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	5,245	7,508	10,879
2)	Historical Premium Trend Factors	1.061	1.030	1.000
3)	Projected Premium Trend Factors	1.046	1.046	1.046
4)	Trended Earned Premium at Curr Rate Level 1x2x3	5,822	8,091	11,382
5)	Incurred Loss & ALAE	25,226	35,820	35,109
6)	Development Factors	0.992	0.981	1.006
7)	Historical Loss Trend Factors	1.019	1.009	1.000
8)	Projected Loss Trend Factors	1.014	1.014	1.014
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	25,865	35,985	35,816
10)	Projected Loss & ALAE Ratios 9/4	444.3%	444.7%	314.7%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			399.1%
13)	ULAE Factor			1.156
14)	Catastrophe Provision			1.000
15)	Projected Loss & LAE Ratio 12x13x14			461.3%
16)	Credibility			15.8%
17)	Complement of Credibility Permissible Loss & LAE Ratio			65.9%
18)	Credibility Weighted Loss & LAE Ratio			128.4%
19)	Indicated Rate Change			76.2%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

COMPREHENSIVE RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	449,702	499,792	514,271
2)	Historical Premium Trend Factors	1.030	1.015	1.000
3)	Projected Premium Trend Factors	1.023	1.023	1.023
4)	Trended Earned Premium at Curr Rate Level 1x2x3	473,969	518,977	526,120
5)	Incurred Loss & ALAE	147,613	150,556	164,539
6)	Development Factors	1.000	1.001	1.053
7)	Historical Loss Trend Factors	1.199	1.095	1.000
8)	Projected Loss Trend Factors	1.149	1.149	1.149
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	203,356	189,605	199,078
10)	Projected Loss & ALAE Ratios 9/4	42.9%	36.5%	37.8%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			38.9%
13)	ULAE Factor			1.144
14)	Catastrophe Provision			1.277
15)	Projected Loss & LAE Ratio 12x13x14			56.8%
16)	Credibility			63.1%
17)	Complement of Credibility Permissible Loss & LAE Ratio			57.3%
18)	Credibility Weighted Loss & LAE Ratio			57.0%
19)	Indicated Rate Change			0.8%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

COLLISION RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	735,747	824,779	844,507
2)	Historical Premium Trend Factors	1.030	1.015	1.000
3)	Projected Premium Trend Factors	1.023	1.023	1.023
4)	Trended Earned Premium at Curr Rate Level 1x2x3	775,450	856,439	863,965
5)	Incurred Loss & ALAE	449,925	401,022	320,511
6)	Development Factors	0.998	0.992	0.903
7)	Historical Loss Trend Factors	1.019	1.009	1.000
8)	Projected Loss Trend Factors	1.014	1.014	1.014
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	464,103	407,348	293,507
10)	Projected Loss & ALAE Ratios 9/4	59.8%	47.6%	34.0%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			46.5%
13)	ULAE Factor			1.144
14)	Catastrophe Provision			1.000
15)	Projected Loss & LAE Ratio 12x13x14			53.2%
16)	Credibility			59.3%
17)	Complement of Credibility Permissible Loss & LAE Ratio			57.3%
18)	Credibility Weighted Loss & LAE Ratio			54.9%
19)	Indicated Rate Change			-2.1%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

TOWING RATE LEVEL INDICATIONS

		Accident Year Ending		
		03/2007	03/2008	03/2009
1)	Earned Premium at Current Rate Level	9,056	9,803	9,951
2)	Historical Premium Trend Factors	1.000	1.000	1.000
3)	Projected Premium Trend Factors	1.000	1.000	1.000
4)	Trended Earned Premium at Curr Rate Level 1x2x3	9,056	9,803	9,951
5)	Incurred Loss & ALAE	1,451	722	1,488
6)	Development Factors	1.000	1.002	1.065
7)	Historical Loss Trend Factors	1.000	1.000	1.000
8)	Projected Loss Trend Factors	1.000	1.000	1.000
9)	Ultimate Trended Incurred Loss & ALAE 5x6x7x8	1,451	724	1,585
10)	Projected Loss & ALAE Ratios 9/4	16.0%	7.4%	15.9%
11)	Yearly Weight	30.0%	35.0%	35.0%
12)	Projected Loss & ALAE Ratio 10x11			13.0%
13)	ULAE Factor			1.144
14)	Catastrophe Provision			1.000
15)	Projected Loss & LAE Ratio 12x13x14			14.8%
16)	Credibility			26.3%
17)	Complement of Credibility Permissible Loss & LAE Ratio			57.3%
18)	Credibility Weighted Loss & LAE Ratio			46.1%
19)	Indicated Rate Change			-13.9%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Private Passenger Automobile

ARKANSAS

PROPOSED RATE LEVEL CHANGE

Territory	BI	PD	UMBI/UIMBI	UMPD	NF	COMP	COLL	TOW	LIAB	NF	PHYS	TOTAL
1 Rem of State	-6.5%	-5.3%	9.1%	16.7%	27.1%	1.3%	-7.1%	0.0%	-4.2%	27.1%	-3.7%	-3.0%
2 North Little Rock	0.7%	11.5%	7.7%	16.7%	29.8%	8.0%	8.4%	0.0%	5.2%	29.8%	8.2%	7.2%
3 Fort Smith	10.8%	8.6%	8.4%	20.0%	20.5%	10.9%	-1.7%	0.0%	9.7%	20.5%	2.3%	6.9%
4 Memphis Suburb	-2.8%	2.0%	8.4%	25.0%	21.1%	-15.2%	-7.6%	0.0%	0.3%	21.1%	-10.8%	-4.9%
5 Lonoke, White, Faulkner Cntys	-7.7%	1.0%	8.4%	16.7%	23.8%	-6.5%	-7.5%	0.0%	-3.1%	23.8%	-7.0%	-4.4%
6 Texarkana	1.6%	8.9%	8.4%	16.7%	27.3%	-11.3%	-7.1%	0.0%	5.3%	27.3%	-8.8%	-1.0%
7 El Dorado	5.0%	7.0%	7.7%	16.7%	26.2%	-1.2%	-0.4%	0.0%	6.3%	26.2%	-0.7%	3.1%
8 Jonesboro	-2.8%	4.9%	8.4%	16.7%	20.0%	-6.5%	-3.1%	0.0%	1.4%	20.0%	-4.4%	-1.0%
9 Fayetteville	0.0%	10.0%	9.1%	25.0%	21.7%	-3.3%	3.1%	0.0%	5.4%	21.7%	0.5%	3.8%
10 Hot Springs	0.0%	5.3%	8.4%	16.7%	26.7%	2.7%	4.7%	0.0%	3.0%	26.7%	3.9%	4.1%
11 Pope-Conway-Perry	-2.2%	1.1%	8.4%	16.7%	19.5%	-6.4%	-7.3%	0.0%	0.4%	19.5%	-6.9%	-2.3%
12 Saline	9.3%	10.0%	8.4%	16.7%	21.1%	15.4%	1.8%	0.0%	9.5%	21.1%	7.1%	8.5%
13 Little Rock SE	0.6%	4.9%	7.2%	16.7%	29.3%	10.6%	-1.0%	0.0%	2.9%	29.3%	2.8%	3.6%
15 Jefferson, Grant Counties	-9.6%	-4.8%	7.2%	16.7%	29.3%	-13.7%	-6.0%	0.0%	-6.1%	29.3%	-9.1%	-6.2%
28 Faulkner Breakout	-5.9%	-3.8%	8.4%	16.7%	21.5%	-6.5%	-3.2%	0.0%	-3.8%	21.5%	-4.5%	-3.4%
29 Crawford/Sebastian	9.7%	14.3%	8.4%	20.0%	28.2%	10.9%	0.6%	0.0%	11.3%	28.2%	4.1%	8.7%
30 Benton/Washington	8.1%	8.4%	9.1%	20.0%	23.1%	0.0%	0.0%	0.0%	8.4%	23.1%	0.0%	4.7%
TOTAL	-0.5%	4.5%	8.4%	18.6%	25.0%	0.6%	-0.8%	0.0%	2.5%	25.0%	-0.2%	2.0%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Total Limits Accident Year Loss Experience (Developed & Trended)

Private Passenger Automobile

ARKANSAS

Year Ending:	03/05	03/06	03/07	03/08	03/09	Totals	
						3-Yr	5-Yr
BODILY INJURY	96.7	17.0	49.9	43.8	59.1	51.0	54.0
PROPERTY DAMAGE	62.9	49.2	67.4	65.0	55.7	62.5	60.2
UNINSURED MOTORIST - BI	35.3	36.6	69.0	100.5	91.1	87.6	68.5
UNINSURED MOTORIST - PD	153.8	39.5	444.3	444.7	314.7	386.1	306.6
LIABILITY:	77.2	31.2	60.3	60.6	63.6	61.5	59.2
NO FAULT:	197.4	105.5	171.4	166.1	139.1	156.9	155.8
COMPREHENSIVE	40.9	47.1	42.9	36.5	37.8	39.0	40.8
COLLISION	64.8	60.1	59.8	47.6	34.0	46.7	52.7
TOWING	16.2	15.0	16.0	7.4	15.9	13.0	14.0
PHYSICAL DAMAGE:	55.6	54.9	53.2	43.1	35.3	43.5	48.0
TOTAL:	69.6	43.9	59.6	55.6	53.1	55.9	56.5
Earned Premium at Current Rate Level (000):	\$2,720	\$2,490	\$2,671	\$3,032	\$3,072	\$8,775	\$13,985
Trended Earned Premium at Current Rate Level (000):	\$2,751	\$2,515	\$2,692	\$3,048	\$3,083	\$8,823	\$14,089

Loss Data Evaluated as of 03/31/09

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

TERRITORIAL LOSS RATIO

Private Passenger Automobile

ARKANSAS

TOTAL LIMITS STATE TOTAL (Developed & Trended)
 (Losses evaluated as of 03/31/09)

Territory	Expo. Distrib	03/05	03/06	03/07	03/08	03/09	Totals	
							3-Yr	5-Yr
1 Rem of State	17.2	114.2	40.7	66.7	34.5	37.6	45.1	57.1
2 North Little Rock	14.0	26.2	35.3	107.8	123.6	35.1	86.9	65.3
3 Fort Smith	5.7	36.0	11.0	42.7	35.6	110.8	67.1	52.9
4 Memphis Suburb	4.0	67.3	39.3	34.5	29.4	30.2	31.2	39.9
5 Lonoke, White, Faulkner Cntys	2.3	75.4	30.2	35.0	15.7	20.8	23.3	33.3
6 Texarkana	0.5	0.9	1.0	116.0	0.0	28.7	48.4	31.3
7 El Dorado	0.3	211.6	0.0	5.9	15.3	21.7	14.5	42.1
8 Jonesboro	2.6	339.9	50.5	22.6	31.1	60.6	38.5	102.5
9 Fayetteville	14.2	21.4	68.0	63.0	39.9	36.6	46.1	45.9
10 Hot Springs	1.8	96.9	46.2	44.6	6.4	9.2	18.4	38.3
11 Pope-Conway-Perry	4.8	67.3	60.4	5.7	33.6	13.9	18.4	33.9
12 Saline	2.5	85.0	60.8	93.5	62.9	233.0	136.3	110.1
13 Little Rock SE	9.5	73.1	59.7	42.0	60.8	137.2	82.1	76.0
15 Jefferson, Grant Counties	2.2	100.8	14.7	28.1	59.2	10.1	31.9	41.6
28 Faulkner Breakout	1.9	31.6	94.5	40.1	139.2	21.5	72.0	67.2
29 Crawford/Sebastian	2.6	53.5	10.9	65.5	85.9	121.6	90.9	68.7
30 Benton/Washington	13.9	40.9	30.0	56.4	44.9	22.5	41.5	39.1
Statewide	100.0	69.6	43.9	59.6	55.6	53.1	55.9	56.5

Metropolitan All Sources and Companies
Countrywide No Fault States Personal Automobile
Total Limits Bodily Injury Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2001				99,042,026	100,200,784	101,067,783
3/31/2002			107,609,754	111,187,165	115,031,985	116,458,409
3/31/2003		119,991,061	125,286,449	131,691,190	135,329,403	136,869,330
3/31/2004	110,076,711	109,658,648	120,145,007	126,072,374	129,483,863	131,031,142
3/31/2005	89,117,980	104,996,349	110,610,350	115,785,062	118,591,806	
3/31/2006	104,984,756	110,144,578	112,177,476	126,146,433		
3/31/2007	108,293,917	110,185,355	113,872,107			
3/31/2008	113,188,530	122,583,683				
3/31/2009	120,631,095					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2001				1.012	1.009
3/31/2002			1.033	1.035	1.012
3/31/2003		1.044	1.051	1.028	1.011
3/31/2004	0.996	1.096	1.049	1.027	1.012
3/31/2005	1.178	1.053	1.047	1.024	
3/31/2006	1.049	1.018	1.125		
3/31/2007	1.017	1.033			
3/31/2008	1.083				

Average Excl Hi/Lo	1.050	1.043	1.049	1.026	1.012
3 Years average	1.050	1.035	1.074	1.026	1.012
5 Years average	1.065	1.049	1.061	1.025	1.011
Selected LDF	1.052	1.044	1.062	1.027	1.011
To Ult	1.211	1.151	1.103	1.038	1.011

Metropolitan All Sources and Companies

Countrywide Personal Automobile

Total Limits Property Damage Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2001				153,448,756	153,339,082	153,189,360
3/31/2002			174,070,847	173,926,491	173,696,906	173,564,974
3/31/2003		204,332,290	204,110,931	203,631,129	203,462,961	203,439,101
3/31/2004	188,196,215	194,574,929	194,680,632	193,666,187	193,561,483	193,518,046
3/31/2005	175,184,228	182,085,344	182,579,523	182,491,921	182,398,808	
3/31/2006	172,324,151	181,298,931	182,820,336	182,514,416		
3/31/2007	174,073,167	188,999,911	189,215,095			
3/31/2008	188,137,618	200,694,303				
3/31/2009	184,956,398					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2001				0.999	0.999
3/31/2002			0.999	0.999	0.999
3/31/2003		0.999	0.998	0.999	1.000
3/31/2004	1.034	1.001	0.995	0.999	1.000
3/31/2005	1.039	1.003	1.000	0.999	
3/31/2006	1.052	1.008	0.998		
3/31/2007	1.086	1.001			
3/31/2008	1.067				

Average Excl Hi/Lo	1.053	1.002	0.998	0.999	1.000
3 Years average	1.068	1.004	0.998	0.999	1.000
5 Years average	1.056	1.002	0.998	0.999	1.000
Selected LDF	1.065	1.002	1.000	1.000	1.000
To Ult	1.067	1.002	1.000	1.000	1.000

Metropolitan All Sources and Companies

Countrywide No Fault States Personal Automobile

Total Limits Uninsured Motorist Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2001				22,206,384	22,903,555	23,898,362
3/31/2002			24,809,503	25,989,787	27,129,948	27,156,142
3/31/2003		30,188,342	31,207,305	33,838,387	34,642,229	35,970,734
3/31/2004	20,556,753	26,136,680	29,357,143	31,853,905	32,197,636	32,361,366
3/31/2005	18,039,278	29,631,095	32,115,295	34,144,565	34,608,338	
3/31/2006	28,451,539	35,935,564	39,286,747	42,508,909		
3/31/2007	28,066,378	35,340,296	38,545,093			
3/31/2008	25,146,348	34,821,198				
3/31/2009	30,259,494					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2001				1.031	1.043
3/31/2002			1.048	1.044	1.001
3/31/2003		1.034	1.084	1.024	1.038
3/31/2004	1.271	1.123	1.085	1.011	1.005
3/31/2005	1.643	1.084	1.063	1.014	
3/31/2006	1.263	1.093	1.082		
3/31/2007	1.259	1.091			
3/31/2008	1.385				

Average Excl Hi/Lo	1.306	1.089	1.076	1.023	1.022
3 Years average	1.302	1.089	1.077	1.016	1.015
5 Years average	1.364	1.085	1.072	1.025	1.022
Selected LDF	1.314	1.090	1.077	1.020	1.014
To Ult	1.595	1.214	1.114	1.034	1.014

Metropolitan All Sources and Companies

Countrywide Personal Automobile

Total Limits UMPD Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2001				5,928,935	5,912,281	5,861,516
3/31/2002			6,882,314	6,851,739	6,836,073	6,830,332
3/31/2003		7,180,256	7,101,120	7,053,206	7,023,042	7,001,684
3/31/2004	7,173,025	7,125,216	7,078,158	7,043,572	7,007,830	6,988,127
3/31/2005	6,801,580	7,012,208	6,811,403	6,792,059	6,782,640	
3/31/2006	6,879,436	7,033,557	6,966,295	6,947,792		
3/31/2007	7,262,763	7,651,719	7,481,161			
3/31/2008	8,629,742	8,662,658				
3/31/2009	7,549,151					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2001				0.997	0.991
3/31/2002			0.996	0.998	0.999
3/31/2003		0.989	0.993	0.996	0.997
3/31/2004	0.993	0.993	0.995	0.995	0.997
3/31/2005	1.031	0.971	0.997	0.999	
3/31/2006	1.022	0.990	0.997		
3/31/2007	1.054	0.978			
3/31/2008	1.004				

Average Excl Hi/Lo	1.019	0.986	0.996	0.997	0.997
3 Years average	1.027	0.980	0.996	0.997	0.998
5 Years average	1.021	0.984	0.996	0.997	0.996
Selected LDF	1.025	0.989	0.996	0.997	0.999
To Ult	1.006	0.981	0.992	0.996	0.999

Metropolitan All Sources and Companies

Countrywide Personal Automobile

Total Limits Personal Injury Protection Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2001				82,491,342	83,998,626	84,756,894
3/31/2002			83,329,423	84,768,813	85,873,716	87,063,614
3/31/2003		99,105,304	107,390,677	109,837,675	110,530,941	110,573,207
3/31/2004	74,058,935	88,526,577	94,234,973	102,873,488	102,389,166	103,569,507
3/31/2005	62,378,699	73,382,455	75,813,913	76,693,672	77,348,351	
3/31/2006	58,372,552	68,971,244	70,787,959	71,237,349		
3/31/2007	59,186,331	71,101,328	73,381,364			
3/31/2008	68,148,531	75,053,174				
3/31/2009	67,419,408					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2001				1.018	1.009
3/31/2002			1.017	1.013	1.014
3/31/2003		1.084	1.023	1.006	1.000
3/31/2004	1.195	1.064	1.092	0.995	1.012
3/31/2005	1.176	1.033	1.012	1.009	
3/31/2006	1.182	1.026	1.006		
3/31/2007	1.201	1.032			
3/31/2008	1.101				

Average Excl Hi/Lo	1.184	1.043	1.017	1.009	1.011
3 Years average	1.161	1.030	1.037	1.003	1.009
5 Years average	1.171	1.048	1.030	1.008	1.009
Selected LDF	1.170	1.040	1.035	1.009	1.009
To Ult	1.282	1.096	1.054	1.018	1.009

Metropolitan All Sources and Companies

Countrywide Personal Automobile

Comprehensive Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2004	87,002,795	90,990,878	90,940,503	90,905,756	90,889,246	90,978,780
3/31/2005	75,847,716	79,505,096	79,592,200	79,598,668	79,675,994	
3/31/2006	73,928,723	77,415,842	77,645,886	77,658,429		
3/31/2007	78,847,693	83,265,269	83,335,077			
3/31/2008	83,668,166	88,189,328				
3/31/2009	84,809,809					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2004	1.046	0.999	1.000	1.000	1.001
3/31/2005	1.048	1.001	1.000	1.001	
3/31/2006	1.047	1.003	1.000		
3/31/2007	1.056	1.001			
3/31/2008	1.054				

Average Excl Hi/Lo	1.050	1.001	1.000	1.001	1.001
3 Years average	1.052	1.002	1.000	1.001	1.001
5 Years average	1.050	1.001	1.000	1.001	1.001
Selected LDF	1.052	1.001	1.000	1.000	1.000
To Ult	1.053	1.001	1.000	1.000	1.000

Metropolitan All Sources and Companies

Countrywide Personal Automobile

Collision Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2004	285,382,285	262,402,827	260,587,168	260,096,425	259,810,702	259,736,252
3/31/2005	269,323,433	246,656,487	244,744,562	244,365,897	244,313,418	
3/31/2006	268,246,994	244,625,649	243,360,585	243,066,325		
3/31/2007	280,964,971	253,112,068	251,949,171			
3/31/2008	293,980,824	266,991,265				
3/31/2009	277,435,803					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2004	0.919	0.993	0.998	0.999	1.000
3/31/2005	0.916	0.992	0.998	1.000	
3/31/2006	0.912	0.995	0.999		
3/31/2007	0.901	0.995			
3/31/2008	0.908				

Average Excl Hi/Lo	0.912	0.994	0.998	1.000	1.000
3 Years average	0.907	0.994	0.998	1.000	1.000
5 Years average	0.911	0.994	0.998	1.000	1.000
Selected LDF	0.910	0.994	0.998	1.000	1.000
To Ult	0.903	0.992	0.998	1.000	1.000

Metropolitan All Sources and Companies

Countrywide Personal Automobile

Towing Incurred Losses

Incurred Losses, valued as of 3/31/2009						
Accident Year Ending	12 Months	24 Months	36 Months	48 Months	60 Months	72+ Months
3/31/2004	887,846	952,767	953,645	954,060	954,205	954,218
3/31/2005	801,386	845,704	846,555	846,909	847,094	
3/31/2006	766,865	812,763	814,314	814,463		
3/31/2007	797,917	850,784	852,149			
3/31/2008	884,376	939,466				
3/31/2009	912,465					

Accident Year Ending	LOSS DEVELOPMENT FACTORS				
	12-24M	24-36M	36-48M	48-60M	Over 60M
3/31/2004	1.073	1.001	1.000	1.000	1.000
3/31/2005	1.055	1.001	1.000	1.000	
3/31/2006	1.060	1.002	1.000		
3/31/2007	1.066	1.002			
3/31/2008	1.062				

Average Excl Hi/Lo	1.063	1.002	1.000	1.000	1.000
3 Years average	1.063	1.002	1.000	1.000	1.000
5 Years average	1.063	1.002	1.000	1.000	1.000
Selected LDF	1.063	1.002	1.000	1.000	1.000
To Ult	1.065	1.002	1.000	1.000	1.000

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**Personal Automobile
ARKANSAS**

Trend Analysis - NAII Fast Track Data - 4 Quarters Rolling Calendar Year Paid Losses

Bodily Injury							
Period Ending	Frequency	Annual Change	Severity	Annual Change	Pure Premium	Annual Change	
Mar-05	1.16	N/A	8,293	N/A	95.91	N/A	
Jun-05	1.14	N/A	8,408	N/A	95.51	N/A	
Sep-05	1.12	N/A	8,597	N/A	96.67	N/A	
Dec-05	1.08	N/A	8,710	N/A	94.24	N/A	
Mar-06	1.04	-10.4%	8,958	8.0%	92.87	-3.2%	
Jun-06	1.02	-9.9%	9,158	8.9%	93.72	-1.9%	
Sep-06	1.01	-10.6%	9,045	5.2%	90.94	-5.9%	
Dec-06	1.00	-7.4%	9,099	4.5%	91.12	-3.3%	
Mar-07	1.01	-2.8%	8,849	-1.2%	89.15	-4.0%	
Jun-07	1.01	-1.6%	8,613	-6.0%	86.70	-7.5%	
Sep-07	0.99	-1.9%	8,707	-3.7%	85.88	-5.6%	
Dec-07	0.97	-2.7%	8,683	-4.6%	84.64	-7.1%	
Mar-08	0.95	-5.5%	9,104	2.9%	86.71	-2.7%	
Jun-08	0.94	-6.7%	9,424	9.4%	88.48	2.0%	
Sep-08	0.93	-6.0%	9,635	10.7%	89.29	4.0%	
Dec-08	0.92	-6.1%	9,546	9.9%	87.42	3.3%	
	Fit	R-Squared	Fit	R-Squared	Fit	R-Squared	
2 points	-4.7%	1.0000	-3.6%	1.0000	-8.1%	1.0000	
3 points	-4.8%	0.9995	2.6%	0.3352	-2.4%	0.3177	
4 points	-5.1%	0.9982	6.8%	0.7306	1.4%	0.1137	
6 points	-6.0%	0.9880	9.7%	0.8830	3.1%	0.5414	
8 points	-5.8%	0.9840	6.8%	0.7721	0.6%	0.0368	
12 points	-4.3%	0.9337	2.0%	0.2316	-2.4%	0.4615	
16 points	-5.6%	0.9375	2.8%	0.5547	-3.0%	0.7404	
Hist. Selected	-4.8%		4.0%		-1.0%		
Proj. Selected	-4.8%		4.0%		-1.0%		

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**Personal Automobile
ARKANSAS**

Trend Analysis - NAII Fast Track Data - 4 Quarters Rolling Calendar Year Paid Losses

Property Damage							
Period Ending	Frequency	Annual Change	Severity	Annual Change	Pure Premium	Annual Change	
Mar-05	3.37	N/A	2,575	N/A	86.67	N/A	
Jun-05	3.39	N/A	2,572	N/A	87.13	N/A	
Sep-05	3.39	N/A	2,590	N/A	87.67	N/A	
Dec-05	3.35	N/A	2,624	N/A	87.95	N/A	
Mar-06	3.30	-1.9%	2,636	2.4%	87.01	0.4%	
Jun-06	3.24	-4.4%	2,673	3.9%	86.54	-0.7%	
Sep-06	3.21	-5.3%	2,714	4.8%	87.04	-0.7%	
Dec-06	3.23	-3.7%	2,712	3.3%	87.52	-0.5%	
Mar-07	3.23	-2.2%	2,724	3.3%	87.96	1.1%	
Jun-07	3.24	0.2%	2,732	2.2%	88.62	2.4%	
Sep-07	3.24	0.9%	2,752	1.4%	89.09	2.4%	
Dec-07	3.23	0.1%	2,771	2.2%	89.54	2.3%	
Mar-08	3.19	-1.1%	2,796	2.7%	89.32	1.5%	
Jun-08	3.14	-3.2%	2,815	3.0%	88.37	-0.3%	
Sep-08	3.09	-4.4%	2,788	1.3%	86.28	-3.2%	
Dec-08	3.02	-6.6%	2,801	1.1%	84.50	-5.6%	
	Fit	R-Squared	Fit	R-Squared	Fit	R-Squared	
2 points	-9.7%	1.0000	1.9%	1.0000	-8.0%	1.0000	
3 points	-7.7%	0.9743	-1.0%	0.2630	-8.6%	0.9984	
4 points	-7.2%	0.9848	-0.2%	0.0169	-7.3%	0.9784	
6 points	-5.6%	0.9435	1.3%	0.5588	-4.3%	0.7907	
8 points	-3.8%	0.8147	1.8%	0.8129	-2.1%	0.4198	
12 points	-2.2%	0.6763	2.1%	0.9093	-0.1%	0.0039	
16 points	-2.4%	0.8414	2.6%	0.9494	0.1%	0.0034	
Hist. Selected	-3.0%		2.5%		-0.6%		
Proj. Selected	-3.0%		2.5%		-0.6%		

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**Personal Automobile
ARKANSAS**

Trend Analysis - Met Data - 4 Quarters Rolling Calendar Year Paid Losses

No Fault							
Period Ending	Frequency	Annual Change	Severity	Annual Change	Pure Premium	Annual Change	
Jun-05	3.19	N/A	2,261	N/A	72.03	N/A	
Sep-05	2.81	N/A	2,365	N/A	66.56	N/A	
Dec-05	2.26	N/A	2,932	N/A	66.27	N/A	
Mar-06	1.53	N/A	2,541	N/A	38.77	N/A	
Jun-06	1.50	-52.9%	2,225	-1.6%	33.39	-53.6%	
Sep-06	2.23	-20.9%	1,951	-17.5%	43.44	-34.7%	
Dec-06	1.78	-21.3%	2,454	-16.3%	43.69	-34.1%	
Mar-07	2.41	58.0%	2,727	7.3%	65.75	69.6%	
Jun-07	2.67	77.8%	3,240	45.6%	86.45	158.9%	
Sep-07	2.16	-2.9%	3,362	72.3%	72.70	67.4%	
Dec-07	2.50	40.6%	2,586	5.4%	64.71	48.1%	
Mar-08	2.11	-12.5%	2,476	-9.2%	52.26	-20.5%	
Jun-08	2.28	-14.6%	2,196	-32.2%	50.06	-42.1%	
Sep-08	2.15	-0.8%	2,414	-28.2%	51.78	-28.8%	
Dec-08	2.08	-16.7%	2,655	2.6%	55.33	-14.5%	
Mar-09	2.41	14.1%	2,651	7.1%	63.84	22.2%	
	Fit	R-Squared	Fit	R-Squared	Fit	R-Squared	
2 points	78.2%	1.0000	-0.5%	1.0000	77.3%	1.0000	
3 points	26.0%	0.5651	20.7%	0.7455	52.0%	0.9545	
4 points	5.5%	0.0703	30.3%	0.8908	37.5%	0.9081	
6 points	-3.3%	0.0431	5.0%	0.0992	1.6%	0.0042	
8 points	-6.0%	0.1745	-12.9%	0.3456	-18.1%	0.4080	
12 points	7.4%	0.1687	3.5%	0.0396	11.1%	0.1333	
16 points	-0.8%	0.0024	2.2%	0.0339	1.4%	0.0039	
Hist. Selected	4.0%		4.0%		8.2%		
Proj. Selected	4.0%		4.0%		8.2%		

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**Personal Automobile
ARKANSAS**

Trend Analysis - Met Data - 4 Quarters Rolling Calendar Year Paid Losses

Comprehensive							
Period Ending	Frequency	Annual Change	Severity	Annual Change	Pure Premium	Annual Change	
Jun-05	6.44	N/A	704	N/A	45.37	N/A	
Sep-05	7.02	N/A	683	N/A	47.93	N/A	
Dec-05	7.69	N/A	850	N/A	65.36	N/A	
Mar-06	7.85	N/A	861	N/A	67.60	N/A	
Jun-06	7.48	16.1%	919	30.6%	68.76	51.5%	
Sep-06	7.95	13.3%	903	32.2%	71.80	49.8%	
Dec-06	7.44	-3.3%	721	-15.2%	53.59	-18.0%	
Mar-07	7.65	-2.5%	856	-0.6%	65.54	-3.0%	
Jun-07	7.03	-6.0%	984	7.0%	69.15	0.6%	
Sep-07	6.34	-20.3%	1,166	29.2%	73.90	2.9%	
Dec-07	5.98	-19.6%	1,185	64.3%	70.79	32.1%	
Mar-08	6.08	-20.5%	1,036	20.9%	63.00	-3.9%	
Jun-08	6.84	-2.7%	1,136	15.4%	77.67	12.3%	
Sep-08	6.50	2.6%	1,058	-9.3%	68.77	-6.9%	
Dec-08	6.58	10.1%	1,068	-9.9%	70.23	-0.8%	
Mar-09	6.60	8.5%	1,302	25.7%	85.88	36.3%	
	Fit	R-Squared	Fit	R-Squared	Fit	R-Squared	
2 points	1.3%	1.0000	120.8%	1.0000	123.6%	1.0000	
3 points	3.0%	0.9048	51.4%	0.7781	56.0%	0.8153	
4 points	-3.8%	0.3212	18.2%	0.3137	13.8%	0.1621	
6 points	8.1%	0.4877	5.8%	0.0912	14.3%	0.3388	
8 points	0.5%	0.0038	6.2%	0.1721	6.8%	0.1899	
12 points	-6.9%	0.4786	14.4%	0.5501	6.5%	0.2491	
16 points	-4.0%	0.2836	15.0%	0.7280	10.3%	0.4881	
Hist. Selected	0.0%		9.5%		9.5%		
Proj. Selected	0.0%		9.5%		9.5%		

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**Personal Automobile
ARKANSAS**

Trend Analysis - NAII Fast Track Data - 4 Quarters Rolling Calendar Year Paid Losses

Collision							
Period Ending	Frequency	Annual Change	Severity	Annual Change	Pure Premium	Annual Change	
Mar-05	5.42	N/A	3,092	N/A	167.64	N/A	
Jun-05	5.43	N/A	3,112	N/A	169.08	N/A	
Sep-05	5.41	N/A	3,103	N/A	167.95	N/A	
Dec-05	5.34	N/A	3,142	N/A	167.67	N/A	
Mar-06	5.24	-3.4%	3,115	0.7%	163.15	-2.7%	
Jun-06	5.16	-5.0%	3,137	0.8%	161.95	-4.2%	
Sep-06	5.16	-4.6%	3,143	1.3%	162.33	-3.3%	
Dec-06	5.20	-2.5%	3,128	-0.4%	162.70	-3.0%	
Mar-07	5.24	0.0%	3,184	2.2%	166.72	2.2%	
Jun-07	5.26	2.0%	3,165	0.9%	166.64	2.9%	
Sep-07	5.26	1.8%	3,171	0.9%	166.68	2.7%	
Dec-07	5.25	0.9%	3,185	1.8%	167.14	2.7%	
Mar-08	5.22	-0.3%	3,246	1.9%	169.50	1.7%	
Jun-08	5.18	-1.6%	3,285	3.8%	170.18	2.1%	
Sep-08	5.17	-1.6%	3,278	3.4%	169.49	1.7%	
Dec-08	5.13	-2.3%	3,304	3.7%	169.41	1.4%	
	Fit	R-Squared	Fit	R-Squared	Fit	R-Squared	
2 points	-3.3%	1.0000	3.2%	1.0000	-0.2%	1.0000	
3 points	-2.0%	0.8863	1.2%	0.5056	-0.9%	0.8280	
4 points	-2.3%	0.9543	2.1%	0.7997	-0.2%	0.1218	
6 points	-2.0%	0.9655	3.5%	0.9042	1.5%	0.6227	
8 points	-1.3%	0.7926	2.7%	0.8516	1.3%	0.7482	
12 points	-0.2%	0.0645	2.2%	0.8898	1.9%	0.8648	
16 points	-1.2%	0.5745	1.7%	0.8657	0.5%	0.1273	
Hist. Selected	-2.0%		3.0%		0.9%		
Proj. Selected	-2.0%		3.0%		0.9%		

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

ARKANSAS Personal Automobile
Determination of Statewide Trend

<u>Coverage</u>	<u>Accident Year Ending</u>	<u>Historical Trend Factor</u>			<u>Projected Trend Factor</u>		
		<u>Frequency</u>	<u>Severity</u>	<u>Pure Premium</u>	<u>Frequency</u>	<u>Severity</u>	<u>Pure Premium</u>
Bodily Injury	3/31/2005	0.821	1.170	0.961	0.928	1.062	0.985
	3/31/2006	0.863	1.125	0.971	0.928	1.062	0.985
	3/31/2007	0.906	1.082	0.980	0.928	1.062	0.985
	3/31/2008	0.952	1.040	0.990	0.928	1.062	0.985
	3/31/2009	1.000	1.000	1.000	0.928	1.062	0.985
	Selected Annual Rate		-4.8%	4.0%	-1.0%	-4.8%	4.0%
Property Damage	3/31/2005	0.885	1.104	0.977	0.954	1.039	0.991
	3/31/2006	0.913	1.077	0.983	0.954	1.039	0.991
	3/31/2007	0.941	1.051	0.989	0.954	1.039	0.991
	3/31/2008	0.970	1.025	0.994	0.954	1.039	0.991
	3/31/2009	1.000	1.000	1.000	0.954	1.039	0.991
	Selected Annual Rate		-3.0%	2.5%	-0.6%	-3.0%	2.5%
No Fault	3/31/2005	1.170	1.170	1.369	1.062	1.062	1.128
	3/31/2006	1.125	1.125	1.265	1.062	1.062	1.128
	3/31/2007	1.082	1.082	1.170	1.062	1.062	1.128
	3/31/2008	1.040	1.040	1.082	1.062	1.062	1.128
	3/31/2009	1.000	1.000	1.000	1.062	1.062	1.128
	Selected Annual Rate		4.0%	4.0%	8.2%	4.0%	4.0%
Uninsured Motorist Bodily Injury	3/31/2005	0.821	1.170	0.961	0.928	1.062	0.985
	3/31/2006	0.863	1.125	0.971	0.928	1.062	0.985
	3/31/2007	0.906	1.082	0.980	0.928	1.062	0.985
	3/31/2008	0.952	1.040	0.990	0.928	1.062	0.985
	3/31/2009	1.000	1.000	1.000	0.928	1.062	0.985
	Selected Annual Rate		-4.8%	4.0%	-1.0%	-4.8%	4.0%
Uninsured Motorist Property Damage	3/31/2005	0.922	1.126	1.038	0.970	1.046	1.014
	3/31/2006	0.941	1.093	1.028	0.970	1.046	1.014
	3/31/2007	0.960	1.061	1.019	0.970	1.046	1.014
	3/31/2008	0.980	1.030	1.009	0.970	1.046	1.014
	3/31/2009	1.000	1.000	1.000	0.970	1.046	1.014
	Selected Annual Rate		-2.0%	3.0%	0.9%	-2.0%	3.0%
Comprehensive	3/31/2005	1.000	1.438	1.438	1.000	1.149	1.149
	3/31/2006	1.000	1.313	1.313	1.000	1.149	1.149
	3/31/2007	1.000	1.199	1.199	1.000	1.149	1.149
	3/31/2008	1.000	1.095	1.095	1.000	1.149	1.149
	3/31/2009	1.000	1.000	1.000	1.000	1.149	1.149
	Selected Annual Rate		0.0%	9.5%	9.5%	0.0%	9.5%
Collision	3/31/2005	0.922	1.126	1.038	0.970	1.046	1.014
	3/31/2006	0.941	1.093	1.028	0.970	1.046	1.014
	3/31/2007	0.960	1.061	1.019	0.970	1.046	1.014
	3/31/2008	0.980	1.030	1.009	0.970	1.046	1.014
	3/31/2009	1.000	1.000	1.000	0.970	1.046	1.014
	Selected Annual Rate		-2.0%	3.0%	0.9%	-2.0%	3.0%
Towing	3/31/2005	1.000	1.000	1.000	1.000	1.000	1.000
	3/31/2006	1.000	1.000	1.000	1.000	1.000	1.000
	3/31/2007	1.000	1.000	1.000	1.000	1.000	1.000
	3/31/2008	1.000	1.000	1.000	1.000	1.000	1.000
	3/31/2009	1.000	1.000	1.000	1.000	1.000	1.000
	Selected Annual Rate		0.0%	0.0%	0.0%	0.0%	0.0%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

*Please note: The selections for Bodily Injury were applied to Uninsured Motorist Bodily Injury.
The selections for Collision were applied to Uninsured Motorist Property Damage.

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
Bodily Injury Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	BI Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	2,976	767,718	257.99	----
Mar-06	2,929	682,169	232.87	-9.7%
Mar-07	3,045	724,090	237.83	2.1%
Mar-08	3,274	827,456	252.76	6.3%
Mar-09	3,362	826,268	245.74	-2.8%
2-Point Fit:				-2.8%
3-Point Fit:				1.6%
4-Point Fit:				2.2%
5-Point Fit:				-0.2%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	0.961	0.985
Mar-06	0.970	0.985
Mar-07	0.980	0.985
Mar-08	0.990	0.985
Mar-09	1.000	0.985

Selected Historical Fit:	-1.0%
Selected Projected Fit:	-1.0%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
Property Damage Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	PD Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	2,976	542,721	182.38	----
Mar-06	2,929	483,294	164.98	-9.5%
Mar-07	3,045	510,114	167.55	1.6%
Mar-08	3,274	581,736	177.70	6.1%
Mar-09	3,362	577,218	171.68	-3.4%
				2-Point Fit: -3.4%
				3-Point Fit: 1.2%
				4-Point Fit: 1.8%
				5-Point Fit: -0.5%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	0.961	0.985
Mar-06	0.970	0.985
Mar-07	0.980	0.985
Mar-08	0.990	0.985
Mar-09	1.000	0.985

Selected Historical Fit:	-1.0%
Selected Projected Fit:	-1.0%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
No Fault Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	NF Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	1,103	56,348	51.07	----
Mar-06	1,114	52,457	47.08	-7.8%
Mar-07	1,326	64,365	48.55	3.1%
Mar-08	1,658	84,108	50.71	4.4%
Mar-09	1,908	94,949	49.77	-1.9%
2-Point Fit:				-1.9%
3-Point Fit:				1.2%
4-Point Fit:				2.1%
5-Point Fit:				0.2%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	1.000	1.000
Mar-06	1.000	1.000
Mar-07	1.000	1.000
Mar-08	1.000	1.000
Mar-09	1.000	1.000

Selected Historical Fit:	0.0%
Selected Projected Fit:	0.0%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
Uninsured/Underinsured Motorists Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	UM/UIM Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	2,813	172,086	61.18	----
Mar-06	2,773	158,983	57.34	-6.3%
Mar-07	2,875	172,383	59.95	4.6%
Mar-08	3,099	196,811	63.52	6.0%
Mar-09	3,160	194,107	61.43	-3.3%
2-Point Fit:				-3.3%
3-Point Fit:				1.2%
4-Point Fit:				2.7%
5-Point Fit:				1.1%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	1.000	1.000
Mar-06	1.000	1.000
Mar-07	1.000	1.000
Mar-08	1.000	1.000
Mar-09	1.000	1.000

Selected Historical Fit:	0.0%
Selected Projected Fit:	0.0%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
Uninsured Motorists Property Damage Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	UMPD Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	394	4,196	10.65	----
Mar-06	416	4,109	9.88	-7.2%
Mar-07	506	5,245	10.37	5.0%
Mar-08	670	7,508	11.20	8.0%
Mar-09	956	10,879	11.38	1.6%
2-Point Fit:				1.6%
3-Point Fit:				4.8%
4-Point Fit:				5.1%
5-Point Fit:				2.6%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	1.126	1.046
Mar-06	1.093	1.046
Mar-07	1.061	1.046
Mar-08	1.030	1.046
Mar-09	1.000	1.046

Selected Historical Fit:	3.0%
Selected Projected Fit:	3.0%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
Comprehensive Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	Comp. Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	2,044	437,409	213.98	----
Mar-06	2,013	416,047	206.69	-3.4%
Mar-07	2,075	449,702	216.74	4.9%
Mar-08	2,203	499,792	226.90	4.7%
Mar-09	2,286	514,271	224.93	-0.9%
2-Point Fit:				-0.9%
3-Point Fit:				1.9%
4-Point Fit:				3.0%
5-Point Fit:				1.9%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	1.061	1.023
Mar-06	1.046	1.023
Mar-07	1.030	1.023
Mar-08	1.015	1.023
Mar-09	1.000	1.023

Selected Historical Fit:	1.5%
Selected Projected Fit:	1.5%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
Collision Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	Coll. Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	1,988	731,100	367.77	----
Mar-06	1,958	683,915	349.30	-5.0%
Mar-07	2,019	735,747	364.45	4.3%
Mar-08	2,147	824,779	384.10	5.4%
Mar-09	2,231	844,507	378.60	-1.4%
2-Point Fit:				-1.4%
3-Point Fit:				1.9%
4-Point Fit:				3.0%
5-Point Fit:				1.5%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	1.061	1.023
Mar-06	1.046	1.023
Mar-07	1.030	1.023
Mar-08	1.015	1.023
Mar-09	1.000	1.023

Selected Historical Fit:	1.5%
Selected Projected Fit:	1.5%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Calculation of Annual Premium Trend
Towing Coverage

Private Passenger Automobile

ARKANSAS

Accident Year Ending	TOW Earned Exposure	Earned Prem at Current Rate Level	Average Earned Premium	Percent Change Previous
Mar-05	2,026	8,874	4.38	----
Mar-06	2,014	8,653	4.30	-1.8%
Mar-07	2,074	9,056	4.37	1.6%
Mar-08	2,204	9,803	4.45	1.8%
Mar-09	2,286	9,951	4.35	-2.2%
2-Point Fit:				-2.2%
3-Point Fit:				-0.2%
4-Point Fit:				0.5%
5-Point Fit:				0.2%

Accident Year Ending	Historical Trend Factor	Projected Trend Factor
Mar-05	1.000	1.000
Mar-06	1.000	1.000
Mar-07	1.000	1.000
Mar-08	1.000	1.000
Mar-09	1.000	1.000

Selected Historical Fit:	0.0%
Selected Projected Fit:	0.0%

The trend period is divided into a historical period, from the midpoint of each accident year to the midpoint of the latest accident year (9/30/2008), and a projection period from the midpoint of the latest accident year to the midpoint of the proposed period (4/12/2010).

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

Determination of Catastrophe Allowance
 ARKANSAS
 Comprehensive

Loss Data as of: 03/2009

Accident Year	A Comprehensive Loss and ALAE <u>excl Catastrophe</u>	B Comprehensive Catastrophe Loss and ALAE <u>Loss and ALAE</u>	C Comprehensive Loss and ALAE <u>incl Catastrophe</u>	D=1+(B/A) Cat/Non-Cat <u>Provision</u>
20021	\$157,910	\$2,440	\$160,350	1.015
20031	\$171,448	\$52,817	\$224,266	1.308
20041	\$191,315	\$16,044	\$207,359	1.084
20051	\$117,457	\$9,617	\$127,075	1.082
20061	\$139,086	\$61,784	\$200,870	1.444
20071	\$147,613	\$8,517	\$156,130	1.058
20081	\$150,556	\$10,498	\$161,054	1.070
20091	\$164,539	\$181,187	\$345,726	2.101
			8 Year Average:	1.277
			Selected Catastrophe Provision:	1.277

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

ARKANSAS Automobile

Profit Provision Summary

Insurance companies, like most companies, must compete for capital in the competitive market place. In order to compete for capital, an insurance company must provide a return on equity that is commensurate with the risk assumed. According to the Actuarial Standard of Practice No. 30 - Treatment of Profit and Contingency Provisions and the Cost of Capital in Property/Casualty Insurance Ratemaking, "Property/casualty insurance rates should provide for all expected costs, including an appropriate cost of capital associated with the specific risk transfer." Metropolitan reflects the cost of capital in the ratemaking process in the selection of the underwriting profit provision.

Metropolitan incorporates an Underwriting Profit Provision in the rate-making process using the Total Financial Needs Model. This model develops an underwriting profit provision such that the sum of underwriting profit, miscellaneous income (non-investment), investment income from insurance operations and investment income on capital, after income taxes, equals the target cost of capital. In the following model, Metropolitan calculates the underwriting profit which will ensure that the anticipated income from all sources produces net income after taxes that is commensurate with the risk assumed in the property-casualty insurance business.

Metropolitan targets a 15.0% return on equity based on the variability of industry property and casualty insurance results. After taking investment income and miscellaneous income into account, the selected underwriting profit provisions of -0.7% for Personal Automobile Liability and 9.4% for Personal Automobile Physical Damage achieve a 14.8% cost of capital.

It should be noted that Metropolitan includes Investment Income from Equity in the Profit Provision model. The assumed premium-to-equity ratio is 1.5 to 1.0. This represents a conservative and prudent pricing strategy.

1. Assumptions

a. Premium	\$100
b. Premium-to-Equity Ratio	1.50
c. GAAP Equity	\$66.67
d. Return on Investment (Pre-Tax)	5.5%
e. Return on Investment (After-Tax) [5.5% x (1 - Tax Rate on Investment Income)]	4.9%
f. Tax Rate on Underwriting Profit	35.0%

2. Profit Provision Calculation

	<u>Liability</u>	<u>Physical Damage</u>
a. Investment Income From UPR and Loss Reserve	\$6.90	\$0.60
b. Investment Income From Equity [1.c. x 1.e.]	\$3.27	\$3.27
c. Underwriting Profit (After Tax) [100 x 2.h. x (1 - 1.f.)]	(\$0.47)	\$6.13
d. Overall Profit [a + b+ c]	\$9.70	\$10.00
e. Weights	52.8%	47.2%
f. Combined Auto Coverages		9.84
g. Expected Return on Equity		14.8%
h. Underwriting Profit Provision (Pre-Tax)	-0.7%	9.4%

Note: Target Combined Auto Coverages Return is (as % of Equity)	15.0%
Target Combined Auto Coverages Return is (as \$ Per \$100 of Premium)	\$10.00

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

ARKANSAS Automobile

Expense History and Selections

1. Variable Expenses - vary directly with premium.

	2005 <u>(000's)</u>	2006 <u>(000's)</u>	2007 <u>(000's)</u>	<u>Liability</u>	<u>Selection</u> <u>Phys. Dam.</u>
a. Direct Premiums Written	\$2,712	\$2,842	\$3,137		
b. Direct Commission & Brokerage	\$65 2.4%	\$58 2.0%	\$64 2.0%	4.50%	4.50%
c. Taxes, Licenses, and Fees	-----	-----	-----	2.84%	3.34%
d. Underwriting Profit Provision				-0.72%	9.43%
e. Statewide Variable Expense Provision (b + c + d)				6.62%	17.27%

2. Flat Expenses - do not vary directly with losses or premiums. They are primarily policy issuance costs as well as Home Office and Service Office overhead. These expenses are considered as a flat cost per unit of exposure. We also trend these expenses by 5% in our indications to reflect anticipated future costs.

	2005 <u>(000's)</u>	2006 <u>(000's)</u>	2007 <u>(000's)</u>	<u>Selection</u>
a. Direct Premiums Earned	\$2,708	\$2,745	\$3,074	
b. Other Acquisition	\$376 13.9%	\$407 14.8%	\$436 14.2%	14.3%
c. General Expense	\$68 2.5%	\$79 2.9%	\$97 3.2%	2.9%
d. Guaranty Fund Assessment not recouped	\$0	\$0	\$0	N/A 0.0%
e. Flat Expense Provision (b + c + d)				17.2%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

ARKANSAS Automobile

Expense History and Selections

3. Loss Adjustment Expenses (LAE) - claim settlement expenses which can be broken down into two categories:

a. Allocated Loss Adjustment Expenses (ALAE)

These represent claim settlement expenses which can be associated with specific claims. They are included in the losses.

b. Unallocated Loss Adjustment Expenses (ULAE)

	<u>Liability</u>		<u>Phys. Dam.</u>	
	2006	2007	2006	2007
	(000's)	(000's)	(000's)	(000's)
(1) Direct Losses Incurred	\$792	\$962	\$698	\$521
(2) ALAE	\$63	\$61	\$24	\$20
(3) Loss & ALAE [(1) + (2)]	\$855	\$1,023	\$722	\$540
(4) ULAE	\$138	\$153	\$89	\$89
[(4) / (3)]	16.2%	14.9%	12.4%	16.4%
(5) Selected ULAE Factor		1.156		1.144

4. Development of Statewide Permissible Loss Ratio

	<u>Liability</u>	<u>Phys. Dam.</u>
a. Variable Expense Provision (1.e.)	6.6%	17.3%
b. Flat Expense Provision (2.e.)	17.2%	17.2%
c. Permissible Loss and LAE Ratio (100% - a - b)	76.2%	65.5%
d. ULAE Factor (3.b.(5))	1.156	1.144
e. Permissible Loss and ALAE Ratio (c / d)	65.9%	57.3%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

ARKANSAS

AUTOMOBILE LIABILITY

**ESTIMATED INVESTMENT EARNINGS ON
UNEARNED PREMIUM RESERVES AND ON LOSS RESERVES**

A. Unearned Premium Reserve

1. Direct Earned Premium for Calendar Year 2007	\$1,623,324
2. Mean Unearned Premium (1) x 0.346	\$561,350
3. Deduction for Prepaid Expenses	
Commission and Brokerage Expense	4.5%
Taxes, Licenses, and Fees	2.8%
50% of Statewide Flat Expense	8.6%
Total	15.9%
4. (2) x (3) Total	\$89,479
5. Net Subject to Invest (2) - (4)	\$471,871

B. Delayed Remission of Premium (Agents' Balances)

1. Direct Earned Premium (A.1.)	\$1,623,324
2. Average Agents' Balances	22.3%
3. Delayed Remission (1) x (2)	\$362,068

C. Loss Reserve

1. Direct Earned Premium (A.1.)	\$1,623,324
2. Expected Incurred Loss and Loss Adjustment Expense (1) x 76.2% (permissible loss ratio)	\$1,236,648
3. Expected Mean Loss Reserves (2) x 1.756	\$2,171,554

D. Net Subject to Investment (A.5.) - (B.3.) + (C.3.) \$2,281,357

E. Average Rate of Return 5.5%

F. Investment Earnings on Net Subject to Investment (D) x (E) \$125,475

G. Average Rate of Return as a Percent of Direct Earned Premium (F) / (A.1.) 7.7%

H. Average Rate of Return as a Percent of Direct Earned Premium
After Federal Income Taxes (G) x (1 - 0.104) 6.9%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

ARKANSAS

AUTOMOBILE PHYSICAL DAMAGE

**ESTIMATED INVESTMENT EARNINGS ON
UNEARNED PREMIUM RESERVES AND ON LOSS RESERVES**

A. Unearned Premium Reserve	
1. Direct Earned Premium for Calendar Year 2007	\$1,451,124
2. Mean Unearned Premium (1) x 0.343	\$498,291
3. Deduction for Prepaid Expenses	
Commission and Brokerage Expense	4.5%
Taxes, Licenses, and Fees	3.3%
50% of Statewide Flat Expense	8.6%
Total	16.4%
4. (2) x (3) Total	\$81,919
5. Net Subject to Invest (2) - (4)	\$416,372
B. Delayed Remission of Premium (Agents' Balances)	
1. Direct Earned Premium (A.1.)	\$1,451,124
2. Average Agents' Balances (includes Outstanding Written Premium)	22.3%
3. Delayed Remission (1) x (2)	\$323,660
C. Loss Reserve	
1. Direct Earned Premium (A.1.)	\$1,451,124
2. Expected Incurred Loss and Loss Adjustment Expense	\$950,921
(1) x 65.5% (permissible loss ratio)	
3. Expected Mean Loss Reserves	\$84,632
(2) x 0.089	
D. Net Subject to Investment (A.5.) - (B.3.) + (C.3.)	\$177,344
E. Average Rate of Return	5.5%
F. Investment Earnings on Net Subject to Investment (D) x (E)	\$9,754
G. Average Rate of Return as a Percent of Direct Earned Premium (F) / (A.1.)	0.7%
H. Average Rate of Return as a Percent of Direct Earned Premium After Federal Income Taxes (G) x (1 - 0.104)	0.6%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**PRIVATE PASSENGER AUTOMOBILE INSURANCE
ESTIMATED INVESTMENT EARNINGS ON
UNEARNED PREMIUM RESERVES AND ON LOSS RESERVES**

EXPLANATORY NOTES

Line A.1.

Liability: Direct earned premiums for Private Passenger Liability and No-Fault (if applicable) for the calendar year ending December 31, 2007.

Physical Damage: Direct earned premiums for Private Passenger Physical Damage for the calendar year ending December 31, 2007.

Line A.2.

The mean unearned premium reserve is determined by multiplying the direct earned premiums in line A.1 by the countrywide ratio of the mean unearned premium reserve to the direct earned premium for 2007 for Private Passenger Automobile Liability and Physical Damage insurance.

IN THOUSANDS OF DOLLARS

	<u>Liability</u>	<u>Physical Damage</u>
1. Direct Earned Premium for Calendar Year 2007	\$1,230,109	\$882,405
2. Direct Unearned Premium Reserve as of 12/31/2006	\$425,793	\$299,813
3. Direct Unearned Premium Reserve as of 12/31/2007	\$424,957	\$306,193
4. Mean Unearned Premium Reserve [(2)+(3)]/2	\$425,375	\$303,003
5. Ratio (4) / (1)	0.346	0.343

Line A.3.

Deduction for prepaid expenses:

Production costs and a large part of the other company expenses in connection with the writing and handling of Automobile insurance policies, exclusive of claim adjustment expenses, are incurred when the policy is written and before the premium is paid. Therefore, the deduction for these expenses is determined by use of the provisions for expenses used in our ratemaking procedures as shown.

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**PRIVATE PASSENGER AUTOMOBILE INSURANCE
ESTIMATED INVESTMENT EARNINGS ON
UNEARNED PREMIUM RESERVES AND ON LOSS RESERVES**

EXPLANATORY NOTES

Line B.2.

Delayed Remission of premium:

This deduction is necessary because of delay in collection and remission of premium to the companies, which amounts to approximately 50 to 75 days after the effective dates of the policies. Therefore, funds for the unearned premium reserve required during the initial days of all policies must be taken from the company's surplus.

Agents' balances for premiums due less than 90 days are added to the agents balances charged off or uncollected premiums overdue for more than 90 days.

IN THOUSANDS OF DOLLARS

1. Automobile Direct Earned Premium for Calendar Year 2007	\$2,112,514
2. Automobile Direct Agents' Balances as of 12/31/2006	\$461,650
3. Automobile Direct Agents' Balances as of 12/31/2007	\$468,150
4. Mean Agents' Balances [(2)+(3)]/2	\$464,900
5. Ratio [(4)/(1)]	0.220
6. All Lines Net Earned Premium for Calendar Year 2007	\$2,973,444
7. All Lines Agents' Balances Charged Off as of 12/31/2006	\$8,722
8. All Lines Agents' Balances Charged Off as of 12/31/2007	\$8,950
9. Mean Agents' Balances Charged Off [(7)+(8)]/2	\$8,836
10. Ratio [(9)/(6)]	0.003
11. Total [(5) + (10)]	0.223

Line C.2.

The expected loss and loss adjustment expense ratio reflects the expense provisions used in the filing.

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**PRIVATE PASSENGER AUTOMOBILE INSURANCE
ESTIMATED INVESTMENT EARNINGS ON
UNEARNED PREMIUM RESERVES AND ON LOSS RESERVES**

EXPLANATORY NOTES

Line C.3.

The expected mean loss reserve is determined by multiplying the expected incurred losses in line C.2 by the average countrywide ratio of the mean loss and loss adjustment expense reserves to the incurred losses and loss adjustment expenses in 2006 and 2007.

	<u>IN THOUSANDS OF DOLLARS</u>	
	<u>Liability</u>	<u>Physical Damage</u>
1. Incurred Losses for Calendar Year 2006	\$791,506	\$485,838
2. Incurred Losses for Calendar Year 2007	\$844,344	\$494,353
3. Loss Reserves as of 12/31/2005	\$1,482,707	\$50,247
4. Loss Reserves as of 12/31/2006	\$1,434,654	\$44,494
5. Loss Reserves as of 12/31/2007	\$1,384,739	\$34,953
6. Mean Loss Reserve: 2006 [(3)+(4)]/2	\$1,458,681	\$47,371
7. Mean Loss Reserve: 2007 [(4)+(5)]/2	\$1,409,697	\$39,724
8. 2006 Ratio (6) / (1)	1.843	0.098
9. 2007 Ratio (7) / (2)	1.670	0.080
10. Average of 2006 and 2007 ratios	1.756	0.089
11. Selected Ratio	1.756	0.089

Line E

The rate of return is based on the ratio of net investment income earned and net realized capital gains (or losses) to mean cash and invested assets for 2007. For informational purposes, corresponding rates of return for the last five years are shown in the following chart.

<u>IN THOUSANDS OF DOLLARS</u>							
Year	Invested Assets	Mean Cash & Invested Assets	Net Investment Income Earned	Rate of Return	Net Realized Capital Gains (or Losses)	Rate of Return	Total Rate of Return
2002	\$3,804,578						
2003	\$4,065,696	\$3,935,137	\$220,053	5.6%	(\$6,675)	-0.2%	5.4%
2004	\$4,213,697	\$4,139,697	\$234,054	5.7%	(\$2,637)	-0.1%	5.6%
2005	\$4,272,769	\$4,243,233	\$227,103	5.4%	(\$6,801)	-0.2%	5.2%
2006	\$4,282,877	\$4,277,823	\$240,225	5.6%	\$935	0.0%	5.6%
2007	\$4,291,345	\$4,287,111	\$243,737	5.7%	(\$888)	0.0%	5.7%
			Selected Rate of Return:	5.50%		0.0%	5.5%

METROPOLITAN GROUP PROPERTY AND CASUALTY INSURANCE COMPANY

**PRIVATE PASSENGER AUTOMOBILE INSURANCE
ESTIMATED INVESTMENT EARNINGS ON
UNEARNED PREMIUM RESERVES AND ON LOSS RESERVES**

EXPLANATORY NOTES

Line H

The average rate of federal income tax was determined by applying current tax rates to the distribution of investment income earned for 2007.

	<u>Investment Income Earned (IN THOUSANDS OF DOLLARS)</u>	<u>Federal Income Tax Rate</u>
Bonds		
Taxable	\$29,561	35.0%
Non-Taxable	\$178,559	5.25%
Total	\$208,120	9.5%
Stocks		
Preferred	\$30,944	14.2% *
Common	\$1,797	14.2% *
All Other		
Mortgage Loans on Real Estate	\$0	
Real Estate	\$1,916	
Cash/Short-term Investments	\$581	
All Other	\$4,308	
Total	\$6,805	35.0%
Total	\$247,666	10.8%
Investment Deductions	\$3,695	35.0%
Net Investment Income Earned	\$243,971	10.4%

* 85% of 70% of dividend income on stock is not subject to the full corporate income tax rate of 35%. The applicable tax rate is 14.2% $(.35 \times (1 - (.70 \times .85)) = .142)$.

Metropolitan Group Property and Casualty Insurance Company

Private Passenger Automobile

ARKANSAS

Summary of Account Deviation Changes

<u>Account</u>	<u>Premium Distribution</u>	<u>3-Year Trend Earned Prem at Curr Rate Level</u>	<u>3-Year Ultimate Incurred Loss & LAE</u>	<u>Non-Cat Claim Counts</u>	<u>Loss & LAE Ratios</u>			<u>Weighted Loss & LAE Ratio</u>	<u>Relative Loss & LAE Ratio</u>	<u>Credibility</u>	<u>Weighted Indicated Change</u>	<u>Current Account Deviation</u>	<u>Indicated Account Deviation</u>	<u>Proposed Account Deviation</u>	<u>Account Deviation Impact</u>
					<u>2007</u>	<u>2008</u>	<u>2009</u>								
AMERICAN GREETINGS	1.0%	84,209	40,570	16	61.5%	78.1%	2.4%	46.7%	0.72	0.03	0.99	0.88	0.87	0.88	0.0%
BAPTIST HEALTH - AR	14.5%	1,276,200	1,250,025	262	57.2%	113.8%	114.8%	97.2%	1.51	0.34	1.17	0.90	1.05	0.92	2.2%
EMERSON ELECTRIC CO.	1.8%	161,471	105,685	31	59.4%	7.5%	134.1%	67.4%	1.05	0.06	1.00	0.97	0.97	0.97	0.0%
ENTERGY	2.7%	239,264	270,499	39	96.3%	213.1%	39.9%	117.5%	1.82	0.09	1.07	0.91	0.98	0.91	0.0%
FEDERAL EXPRESS	3.6%	319,987	81,707	44	6.2%	27.2%	36.2%	24.1%	0.37	0.11	0.93	0.84	0.78	0.82	-2.4%
GOLDEN VENTURES	0.5%	41,812	32,389	10	0.0%	171.4%	43.9%	107.7%	1.67	0.02	1.01	0.89	0.90	0.89	0.0%
HALLMARK CARDS	1.4%	123,847	58,020	14	67.0%	41.1%	20.6%	41.7%	0.65	0.05	0.98	0.86	0.85	0.85	-1.2%
J.B. HUNT TRANSPORT	8.9%	786,259	534,203	147	114.6%	56.7%	32.2%	65.5%	1.02	0.24	1.00	0.89	0.89	0.89	0.0%
KRAFT FOODS	1.4%	123,559	80,050	23	120.6%	58.6%	0.0%	56.7%	0.88	0.05	0.99	0.87	0.87	0.87	0.0%
METWORK	1.5%	131,837	83,343	24	25.0%	127.0%	39.4%	65.7%	1.02	0.05	1.00	0.86	0.86	0.86	0.0%
PEPSI-CO/FRITO LAY	2.2%	195,506	288,828	49	69.5%	32.8%	366.0%	160.5%	2.49	0.07	1.11	0.88	0.98	0.88	0.0%
REMMINGTON ARMS	1.9%	166,837	121,376	20	34.8%	170.1%	13.3%	74.6%	1.16	0.06	1.01	0.90	0.91	0.90	0.0%
SCHNEIDER NATIONAL	1.2%	107,978	74,681	14	26.1%	15.2%	189.9%	79.6%	1.24	0.04	1.01	0.88	0.89	0.88	0.0%
ST VINCENTS INFIRMAR	0.3%	30,487	3,200	2	24.6%	0.0%	0.0%	7.4%	0.11	0.01	0.99	0.98	0.97	0.98	0.0%
TYSON FOODS	17.1%	1,506,397	590,658	185	48.7%	42.9%	27.5%	39.3%	0.61	0.38	0.85	0.87	0.74	0.86	-1.1%
CLOSED	0.2%	15,485	14,567	2	439.9%	0.0%	5.5%	133.9%	2.08	0.01	1.01	1.00	1.01	1.00	0.0%
SPINOFF/TERM	7.7%	678,382	400,909	115	89.9%	43.3%	42.3%	56.9%	0.88	0.21	0.98	1.00	0.98	1.00	0.0%
ALL OTHER	32.1%	2,833,298	1,652,137	456	70.9%	50.8%	55.1%	58.3%	0.91	0.53	0.95	0.87	0.83	0.87	0.0%
Total:	100.0%	8,822,816	5,682,847	1,453	68.6%	64.0%	61.2%	64.4%	1.00	1.00					0.0%

* Data is for 3 Accident Years Ending 3/2009

NOTE:

The formula used to calculate the credibility factor was $Z = P/(P+K)$, where P = Earned Premium and constant K = \$2,500,000.

Metropolitan Group Property and Casualty Insurance Company

Arkansas Auto

Zip Code Changes

ADDITIONS

Zip Code
72019

Territory
12

Objection: The tiering rules must be amended for compliance with Ark. Code Ann. 23-79-152. You may not surcharge or negatively effect the rate for not at fault accidents and/or claims.

Comments: Our tier rules do not surcharge or negatively affect the rate for not at fault accidents and/or claims.

The tier points for the condition in question (5a) are for non-chargeable at fault accidents greater than or equal to \$500 in the past 3 years. Whether or not an accident is considered chargeable is explained in Rule 10 –Experience Rating Plan in the rate manual. Most at-fault accidents greater than or equal to \$500 would be considered chargeable, as they meet the \$300 loss threshold outlined in Rule 10. However, Rule 10 goes on to provide several examples of when an accident is considered non-chargeable. It is these exceptions for at-fault accidents greater than or equal to \$500 that apply to the new business tier assignment rule 5a.