

SERFF Tracking Number: ARKS-126240495 State: Arkansas
Filing Company: 18325 - Southern Farm Bureau Casualty Insurance Company State Tracking Number: #566243 \$100
Company Tracking Number:
TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
Product Name: n/a
Project Name/Number: /

Filing at a Glance

Company: 18325 - Southern Farm Bureau Casualty Insurance Company

Product Name: n/a	SERFF Tr Num: ARKS-126240495	State: Arkansas
TOI: 19.0 Personal Auto	SERFF Status: Closed	State Tr Num: #566243 \$100
Sub-TOI: 19.0001 Private Passenger Auto (PPA)	Co Tr Num:	State Status: Fees verified and received
Filing Type: Rate	Co Status:	Reviewer(s): Alexa Grissom, Betty Montesi
	Author:	Disposition Date: 08/11/2009
	Date Submitted: 07/23/2009	Disposition Status: Filed
Effective Date Requested (New):		Effective Date (New): 12/01/2009
Effective Date Requested (Renewal):		Effective Date (Renewal):
State Filing Description:		

General Information

Project Name:	Status of Filing in Domicile:
Project Number:	Domicile Status Comments:
Reference Organization:	Reference Number:
Reference Title:	Advisory Org. Circular:
Filing Status Changed: 08/11/2009	
State Status Changed: 07/23/2009	Deemer Date:
Corresponding Filing Tracking Number:	
Filing Description:	

Company and Contact

Filing Contact Information

NA NA,	NA@NA.com
NA	(123) 555-4567 [Phone]

SERFF Tracking Number: ARKS-126240495 State: Arkansas
Filing Company: 18325 - Southern Farm Bureau Casualty State Tracking Number: #566243 \$100
Insurance Company
Company Tracking Number:
TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
Product Name: n/a
Project Name/Number: /

NA, AR 00000

Filing Company Information

18325 - Southern Farm Bureau Casualty Insurance Company	CoCode: 18325	State of Domicile: Arkansas
No Address	Group Code:	Company Type:
City, AR 99999	Group Name:	State ID Number:
(999) 999-9999 ext. [Phone]	FEIN Number: 99-9999999 -----	

SERFF Tracking Number: ARKS-126240495

State: Arkansas

Filing Company: 18325 - Southern Farm Bureau Casualty
Insurance Company

State Tracking Number: #566243 \$100

Company Tracking Number:

TOI: 19.0 Personal Auto

Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

Filing Fees

Fee Required? No

Retaliatory? No

Fee Explanation:

Per Company: No

SERFF Tracking Number: ARKS-126240495

State: Arkansas

Filing Company: 18325 - Southern Farm Bureau Casualty
Insurance Company

State Tracking Number: #566243 \$100

Company Tracking Number:

TOI: 19.0 Personal Auto

Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Alexa Grissom	08/11/2009	08/11/2009

Objection Letters and Response Letters

Objection Letters

Response Letters

Status	Created By	Created On	Date Submitted	Responded By	Created On	Date Submitted
Pending	Alexa Grissom	07/23/2009	07/23/2009			
Industry						
Response						

SERFF Tracking Number: ARKS-126240495

State: Arkansas

Filing Company: 18325 - Southern Farm Bureau Casualty
Insurance Company

State Tracking Number: #566243 \$100

Company Tracking Number:

TOI: 19.0 Personal Auto

Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

Disposition

Disposition Date: 08/11/2009

Effective Date (New): 12/01/2009

Effective Date (Renewal):

Status: Filed

Comment:

Rate data does NOT apply to filing.

SERFF Tracking Number: ARKS-126240495 State: Arkansas
 Filing Company: 18325 - Southern Farm Bureau Casualty State Tracking Number: #566243 \$100
 Insurance Company

Company Tracking Number:

TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

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	ARKS-126240495		Yes
Supporting Document	ARKS-126240495 (PPA Supplement)		Yes
Supporting Document	ARKS-126240495 (Recreational Vehicle)		Yes
Supporting Document	ARKS-126240495 (Motorcycle)		Yes

SERFF Tracking Number: ARKS-126240495 State: Arkansas
Filing Company: 18325 - Southern Farm Bureau Casualty State Tracking Number: #566243 \$100
Insurance Company
Company Tracking Number:
TOI: 19.0 Personal Auto Sub-TOI: 19.0001 Private Passenger Auto (PPA)
Product Name: n/a
Project Name/Number: /

Objection Letter

Objection Letter Status Pending Industry Response

Objection Letter Date 07/23/2009

Submitted Date 07/23/2009

Respond By Date

Dear NA NA,

This will acknowledge receipt of the captioned filing. Need an electronic version of the APCS in Excel. Motorcycle rates indicate an insured may receive 89 percent increase; need to cap at 20 percent.

Please feel free to contact me if you have questions.

Sincerely,

Alexa Grissom

SERFF Tracking Number: ARKS-126240495

State: Arkansas

Filing Company: 18325 - Southern Farm Bureau Casualty
Insurance Company

State Tracking Number: #566243 \$100

Company Tracking Number:

TOI: 19.0 Personal Auto

Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

Rate Information

Rate data does NOT apply to filing.

SERFF Tracking Number: ARKS-126240495

State: Arkansas

Filing Company: 18325 - Southern Farm Bureau Casualty

State Tracking Number: #566243 \$100

Insurance Company

Company Tracking Number:

TOI: 19.0 Personal Auto

Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

Supporting Document Schedules

Unsatisfied -Name: A-1 Private Passenger Auto
Abstract

Review Status:
Filed 08/11/2009

Comments:

Unsatisfied -Name: APCS-Auto Premium Comparison
Survey

Review Status:
Filed 08/11/2009

Comments:

Unsatisfied -Name: NAIC loss cost data entry document

Review Status:
Filed 08/11/2009

Comments:

Unsatisfied -Name: NAIC Loss Cost Filing Document
for OTHER than Workers' Comp

Review Status:
Filed 08/11/2009

Comments:

Satisfied -Name: ARKS-126240495

Review Status:
08/11/2009

Comments:

Attachments:

ARKS-126240495.pdf

ARKS-126240495-1.pdf

ARKS-126240495-2.pdf

ARKS-126240495-3.pdf

ARKS-126240495-4.pdf

Satisfied -Name: ARKS-126240495 (PPA)

Review Status:
08/11/2009

SERFF Tracking Number: ARKS-126240495

State: Arkansas

Filing Company: 18325 - Southern Farm Bureau Casualty
Insurance Company

State Tracking Number: #566243 \$100

Company Tracking Number:

TOI: 19.0 Personal Auto

Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

Supplement)

Comments:

Attachment:

ARKS-126240495 (PPA Supplement).pdf

SERFF Tracking Number: ARKS-126240495

State: Arkansas

Filing Company: 18325 - Southern Farm Bureau Casualty

State Tracking Number: #566243 \$100

Insurance Company

Company Tracking Number:

TOI: 19.0 Personal Auto

Sub-TOI: 19.0001 Private Passenger Auto (PPA)

Product Name: n/a

Project Name/Number: /

Review Status:

Satisfied -Name: ARKS-126240495 (Recreational Vehicle)

08/11/2009

Comments:

Attachments:

ARKS-126240495 (Recreational Vehicle).pdf
ARKS-126240495 (Recreational Vehicle) -1.pdf
ARKS-126240495 (Recreational Vehicle) -2.pdf
ARKS-126240495 (Recreational Vehicle) -3.pdf

Review Status:

Satisfied -Name: ARKS-126240495 (Motorcycle)

08/11/2009

Comments:

Attachment:

ARKS-126240495 (Motorcycle).pdf

ARKS-126240495

MG



SOUTHERN FARM BUREAU CASUALTY INSURANCE COMPANY

Home Office - 1800 East County Line Road • P.O. Box 1800 - Ridgeland, MS 39158-1800 • Phone (601) 957-7777

July 17, 2009

The Honorable Jay Bradford
Insurance Commissioner
Arkansas Insurance Department
Attention: Property & Casualty Division
1200 West Third Street
Little Rock, AR 72201-1904

CK # 566243

FILED 100.00

RECEIVED

JUL 23 2009

JUL 23 2009

PROPERTY AND CASUALTY DIVISION
ARKANSAS INSURANCE DEPARTMENT

**Re: Proposed Revision of Private Passenger Automobile Rates
Southern Farm Bureau Casualty Insurance Company – NAIC #18325**

Overview

The attached exhibits describe in detail proposed changes to Private Passenger Automobile rates for Southern Farm Bureau Casualty Insurance Company in the State of Arkansas. The changes include changes to base rates, territory factors, model year factors, Personal Injury Protection increased limit factors, and changes to our rental travel endorsement charges. Also effective with this filing are minor changes to our credit score rates by longevity. The support for these revisions will be supplied in a supplemental filing.

As the exhibits describe in detail, the overall indicated rate change is +3.31%. The changes requested in this rate filing result in an overall proposed rate change of +1.71%.

Summary Exhibit

The first page in this filing outlines the indicated rate changes by coverage along with the proposed overall change for each coverage. The exhibit also details the impact of each of the various rate structure changes proposed in this filing.

Exhibit I – Overall Rate Indications

Exhibit I shows the overall rate indications for each coverage. Most of the information reflected in this exhibit flows from another exhibit in the filing. Premiums are adjusted to restate them at current rate levels using the parallelogram method. For Comprehensive and Collision coverages, a premium trend factor is applied to reflect distributional shifts in model year, symbol, and deductible. Losses are also trended and developed for each coverage. Two estimates of ultimate losses are derived, one using the paid loss development method and the other using the reported loss development method. The average from the two methods is generally selected for the ultimate losses. The experience period expected loss ratio is then calculated as the weighted loss ratios from the individual calendar/accident years. More recent years are given more weight. The experience period loss ratio is then adjusted for ULAE expenses, fixed expenses, and the catastrophe load for Comprehensive. The permissible loss ratio is calculated as unity less variable expenses and profit. The overall indicated change is the adjusted experience period loss ratio divided by the permissible loss ratio minus one.

Exhibit II – Present Level Factors

Exhibit II, Pages 1-7 display present level factors by coverage calculated using the standard parallelogram method. Present level factors are calculated separately for policies with six and twelve month terms and then weighted together based on the respective premium distributions by policy term to derive the final factors.

Exhibit III – Trend Factors

Exhibit III displays the calculation of both loss and premium trends. Pure premium loss trends by coverage are calculated using an exponential regression model. Corresponding trend factors are calculated to trend losses from the midpoint of each fiscal/accident year to the average accident date during the period in which the rates will be effective. Catastrophe losses have been removed from the Comprehensive trend data.

For Comprehensive and Collision coverages, premium trends are also calculated. The annual change is determined by calculating the change in the average annual factor.

Exhibit IV – Loss Development

Exhibit IV displays fiscal accident year loss development triangles by coverage. Pages 1-7 display reported losses and pages 8-14 display paid losses. Age-to-age link ratios are calculated. Since loss development factors are thought to be lognormally distributed, selections of averages and analysis of variability is based on the natural logarithms of the age-to-age factors. Once selections are made the resulting age-to-ultimate factors are easily calculated for losses at each level of maturity.

Catastrophe losses have been removed from the loss development triangles for Comprehensive coverage. A provision for these losses is calculated on Exhibit V, Page 8.

Exhibit V – Expenses and Profit Provision

Exhibit V, Page 1 displays historical expense ratios for the past three years. Expenses are split into fixed and variable categories.

Exhibit V, Pages 2-6 display a calendar year return-on-surplus model. This approach is consistent with modern economic and financial theory. A target return on surplus of 11.0% was used in the calculation, which is a very conservative target return for the risk inherent in casualty lines of business. No additional contingency provision has been selected as the volatility of returns is reflected in the target rate of return. The selected profit provisions of 3.0% and 6.0% for liability and physical damage, respectively, are less than the indicated profit provisions.

On page 7, a loading factor for unallocated loss adjustment expenses is derived. The standard technique of relating calendar year ULAE paid to the ratio of incurred losses and ALAE is utilized.

Page 8 displays the calculation of the catastrophe provision included in the Comprehensive rate indication. As stated previously, all catastrophe losses have been removed from the experience

for Comprehensive. The losses generally represent severe thunderstorm events that exceeded \$1 million in losses.

Exhibit VI – Territorial Analysis

Pages 1-7 of this exhibit display the indications by territory for each coverage. This analysis starts with Loss Ratios for each territory. Premiums are adjusted to base level and loss ratios are calculated. The Indicated Factor is the Adjusted Loss Ratio for an individual territory divided by the Adjusted Loss Ratio for the base territory. Next, the Indicated Factor is credibility-weighted with the Current Factor to produce the Credibility Weighted Indicated Factor. Finally, some consideration is given to competitor's rates when selecting the final territory factors for each territory.

Exhibit VII – Model Year Re-Index

Exhibit VII displays a model year re-index for Comprehensive and Collision coverages. Also note that additional model year factors have been added for 2010 and 2011.

Exhibit VIII – Rate Structure Page

This exhibit displays the rate structure effective with this filing. This rate structure includes all of the changes outlined in the previous exhibits as well as new increased limit factors for the Personal Injury Protection coverage. We currently do not write any limits over \$5,000 for this coverage, but we plan to offer limits up to \$25,000.

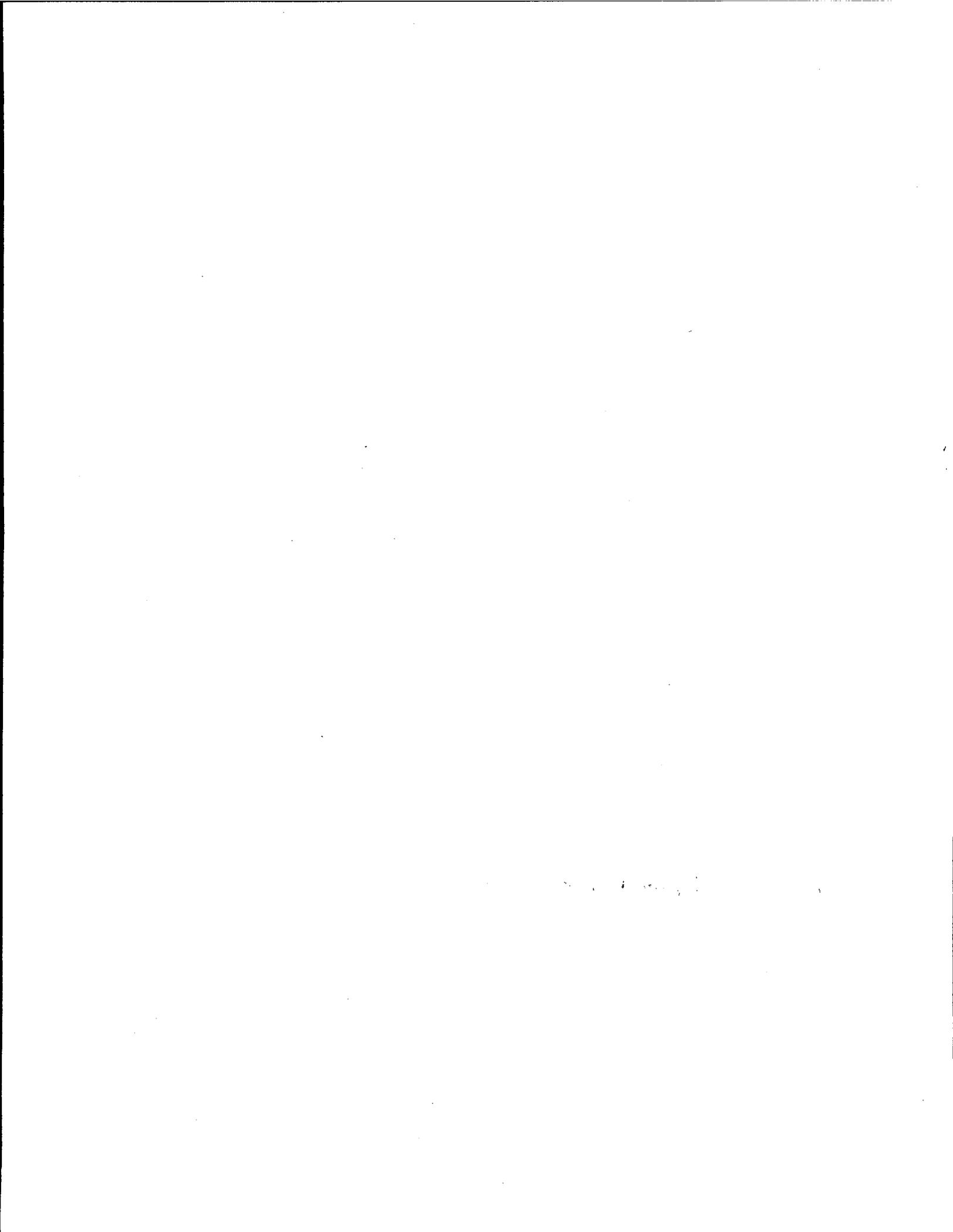
With this filing, we are also expanding our rental coverage endorsement to offer limits of (day/occurrence) \$20/\$600, \$30/\$900, and \$40/\$1200 at an endorsement premium of \$10, \$13, and \$15 respectively. We will charge youthful operators \$15, \$20, and \$23 respectively for this endorsement.

We respectfully request that this filing become effective 12/1/2009 on new business and renewals. This filing contains 51 pages.

Sincerely,


Benjamin Kimmons, ACAS, MAAA
Associate Actuary

Enclosure



Property & Casualty Transmittal Document—

20. This filing transmittal is part of Company Tracking #

21. Filing Description [This area should be similar to the body of a cover letter and is free-form text]

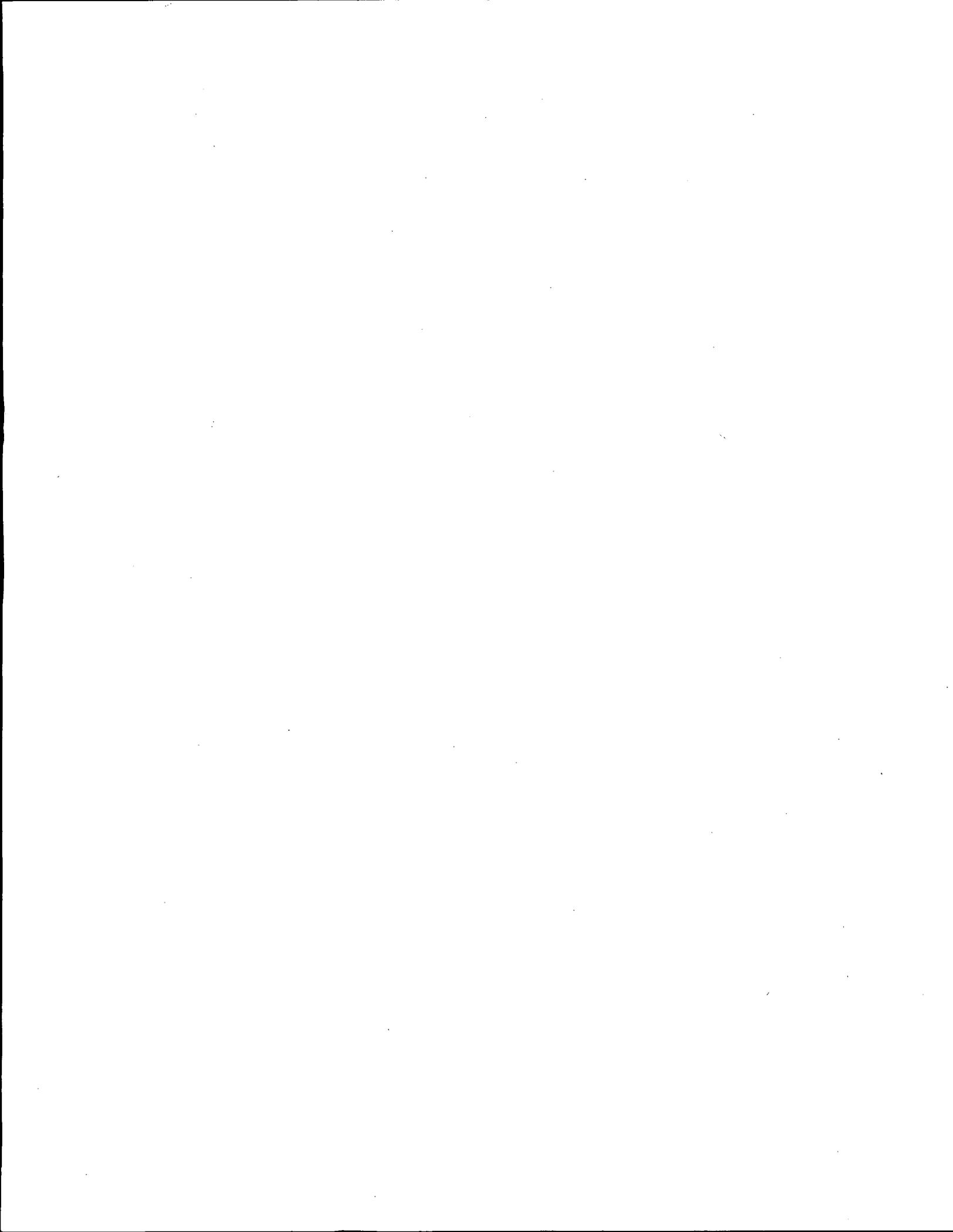
This is a private passenger auto rate filing.

22. Filing Fees (Filer must provide check # and fee amount if applicable)
[If a state requires you to show how you calculated your filing fees, place that calculation below]

Check #:
Amount:

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

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



NAIC LOSS COST DATA ENTRY DOCUMENT

1. This filing transmittal is part of Company Tracking # _____

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. Southern Farm Bureau Casualty Insurance Company	B.	18325

	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. Personal Auto (19.0)	B.	Private passenger Auto (19.0001)

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	-5.71%	-1.00%					
Uninsured Motorist - BI	-27.16%	-5.00%					
Property Damage	4.72%	3.50%					
Uninsured Motorist - PD	-1.48%	0.00%					
Personal Inj Protection	-0.80%	0.00%					
Comprehensive	21.57%	5.00%					
Collision	3.49%	2.00%					
TOTAL OVERALL EFFECT	3.31%	1.71%					

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	333,320	4.33%	1/15/04	240,969	155,945	64.72%	N/A
2005		-3.09%	2/15/05				N/A
2005	330,097	-7.02%	8/15/05	238,616	144,765	60.67%	N/A
2006	328,701	-4.66%	9/1/06	224,588	148,014	65.90%	N/A
2007	326,840	-3.21%	8/15/07	216,452	143,202	66.16%	N/A
2008	329,914	-4.40%	6/1/08	204,354	167,380	81.91%	N/A

7.

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

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

9. 17% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): Territory 13

10. -2% Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): Territory 14

ARKANSAS INSURANCE DEPARTMENT
PRIVATE PASSENGER AUTOMOBILE ABSTRACT

FORM A-1
Rev. 4/98

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

Company Name Southern Farm Bureau Casualty Insurance Company
NAIC No. 18325 Group No. _____

1. Are there any areas in the State of Arkansas in which your company will not write automobile insurance?
No

2. Do you furnish a market for young drivers? Yes
Over age 65 drivers? Yes

3. Do you require collateral business to support a youthful driver risk? _____

4. Do you insure driver with an international or foreign driver's license? _____

5. Specify the percentage you allow in credit or discounts for the following:

- a. Driver Over 55 5 - 10 %
- b. Good Student Discount Approx 25 %
- c. Multi-car Discount 10 %
- d. Accident Free Discount* 5 - 15 %

*Please Specify Qualification for Discount discount based on length of time insured with

Southern Farm Bureau Casualty Insurance Company

- e. Anti-theft Discount 0 %
- f. Other (specify) _____ %
Companion Policy Discount 10 - 15 %
_____ _____ %
_____ _____ %

6. Do you have an installment payment plan for automobile insurance? Yes
If so, what is the fee for installment payments? \$0

7. Does your company utilize a tiered rating plan? Yes If so, list the programs and percentage difference.
State the current volume for each program.

<u>Preferred</u>	<u>2008 EP</u>	<u>\$193,549,092</u>	<u>_____</u>
<u>Standard</u>	<u>2008 EP</u>	<u>\$14,807,626</u>	<u>_____</u>

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

Michael Sen
Signature
Actuarial + Regulatory Affairs Manager
Title
801-228-1404
Telephone Number

Private Passenger Auto Premium Comparison Survey Form

FORM APCS - last modified August 2005

NAIC Number: 18325
Company Name: Southern Farm Bureau Casualty Insurance
Contact Person: Richard Sims
Telephone No.: 501-228-1404
Email Address: richard.sims@efbic.com
Effective Date: 1-Dec-09

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 72201-4904
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	0 %
AUTO/HOMEOWNERS	12 or 15 %
GOOD STUDENT	Approx. 25 %
ANTI-THEFT DEVICE	0 %
Over 55 Defensive Driver Discount	5 or 10 %
\$250/\$500 Deductible Comp./Coll	25 / 13 %

Vehicle	Coverages	Gender	Age	Fayetteville				Trumann				Little Rock				Lake Village				Pine Bluff			
				Female 18	Male 18	Male or Female 40	Male or Female 66	Female 18	Male 18	Male or Female 40	Male or Female 66	Female 18	Male 18	Male or Female 40	Male or Female 66	Female 18	Male 18	Male or Female 40	Male or Female 66	Female 18	Male 18	Male or Female 40	Male or Female 66
				1999 Chevrolet Silverado 1500 2WD LS regular cab 119 WB	Minimum Liability			\$461	\$689	\$198	\$190	\$481	\$720	\$207	\$198	\$629	\$947	\$265	\$253	\$485	\$726	\$209	\$200
	Minimum Liability with Comprehensive and Collision			\$902	\$1,368	\$366	\$350	\$1,001	\$1,521	\$404	\$386	\$1,124	\$1,709	\$453	\$432	\$1,077	\$1,638	\$434	\$414	\$951	\$1,445	\$385	\$367
	100/300/50 Liability with Comprehensive and Collision			\$1,013	\$1,530	\$419	\$401	\$1,125	\$1,701	\$463	\$443	\$1,280	\$1,938	\$525	\$502	\$1,205	\$1,824	\$495	\$473	\$1,084	\$1,640	\$446	\$427
2003 Ford Explorer XLT 2WD 4 door	Minimum Liability			\$461	\$689	\$198	\$190	\$481	\$720	\$207	\$198	\$629	\$947	\$265	\$253	\$485	\$726	\$209	\$200	\$494	\$741	\$211	\$202
	Minimum Liability with Comprehensive and Collision			\$1,056	\$1,606	\$425	\$405	\$1,189	\$1,811	\$476	\$454	\$1,297	\$1,975	\$519	\$494	\$1,291	\$1,967	\$515	\$491	\$1,114	\$1,695	\$446	\$426
	100/300/50 Liability with Comprehensive and Collision			\$1,168	\$1,768	\$478	\$457	\$1,312	\$1,990	\$534	\$511	\$1,453	\$2,204	\$591	\$564	\$1,419	\$2,153	\$577	\$551	\$1,247	\$1,891	\$508	\$485
2003 Honda Odyssey EX	Minimum Liability			\$461	\$689	\$198	\$190	\$481	\$720	\$207	\$198	\$629	\$947	\$265	\$253	\$485	\$726	\$209	\$200	\$494	\$741	\$211	\$202
	Minimum Liability with Comprehensive and Collision			\$1,030	\$1,566	\$415	\$396	\$1,156	\$1,759	\$463	\$442	\$1,268	\$1,930	\$507	\$484	\$1,253	\$1,908	\$500	\$477	\$1,085	\$1,651	\$436	\$416
	100/300/50 Liability with Comprehensive and Collision			\$1,141	\$1,728	\$468	\$448	\$1,279	\$1,938	\$522	\$498	\$1,424	\$2,159	\$580	\$554	\$1,381	\$2,094	\$562	\$537	\$1,219	\$1,847	\$497	\$475
2005 Toyota Camry LE 3.0L 4 door Sedan	Minimum Liability			\$461	\$689	\$198	\$190	\$481	\$720	\$207	\$198	\$629	\$947	\$265	\$253	\$485	\$726	\$209	\$200	\$494	\$741	\$211	\$202
	Minimum Liability with Comprehensive and Collision			\$1,178	\$1,794	\$471	\$449	\$1,338	\$2,040	\$532	\$508	\$1,432	\$2,184	\$570	\$543	\$1,462	\$2,230	\$580	\$553	\$1,243	\$1,893	\$495	\$472
	100/300/50 Liability with Comprehensive and Collision			\$1,289	\$1,956	\$524	\$501	\$1,462	\$2,220	\$591	\$564	\$1,589	\$2,413	\$642	\$613	\$1,590	\$2,416	\$641	\$612	\$1,376	\$2,089	\$557	\$532
2003 Cadillac Seville STS 4 door Sedan	Minimum Liability			\$461	\$689	\$198	\$190	\$481	\$720	\$207	\$198	\$629	\$947	\$265	\$253	\$485	\$726	\$209	\$200	\$494	\$741	\$211	\$202
	Minimum Liability with Comprehensive and Collision			\$1,239	\$1,888	\$494	\$471	\$1,418	\$2,163	\$563	\$536	\$1,500	\$2,287	\$595	\$568	\$1,553	\$2,371	\$614	\$586	\$1,309	\$1,996	\$521	\$497
	100/300/50 Liability with Comprehensive and Collision			\$1,350	\$2,050	\$548	\$523	\$1,541	\$2,342	\$621	\$593	\$1,656	\$2,517	\$668	\$638	\$1,681	\$2,556	\$676	\$645	\$1,443	\$2,192	\$582	\$556
1998 Chevrolet Cavalier LS 4D Sedan	Minimum Liability			\$461	\$689	\$198	\$190	\$481	\$720	\$207	\$198	\$629	\$947	\$265	\$253	\$485	\$726	\$209	\$200	\$494	\$741	\$211	\$202
	Minimum Liability with Comprehensive and Collision			\$949	\$1,441	\$384	\$366	\$1,063	\$1,616	\$428	\$408	\$1,176	\$1,789	\$472	\$451	\$1,148	\$1,747	\$461	\$440	\$1,003	\$1,524	\$404	\$386
	100/300/50 Liability with Comprehensive and Collision			\$1,060	\$1,602	\$437	\$418	\$1,186	\$1,796	\$486	\$465	\$1,332	\$2,017	\$545	\$521	\$1,276	\$1,933	\$522	\$499	\$1,136	\$1,720	\$466	\$445

2



Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Summary of Proposed Changes
Arkansas

<u>Coverage</u>	<u>Indicated Change</u>	<u>Proposed Change</u>	<u>On-Level Earned Premium</u>
<i>Bodily Injury</i>	-5.71%	-1.00%	40,470,638
<i>UMBI</i>	-27.16%	-5.00%	11,475,987
<i>Property Damage</i>	4.72%	3.50%	36,672,956
<i>UMPD</i>	-1.48%	0.00%	4,336,988
<i>Personal Injury Protection</i>	-0.80%	0.00%	9,351,884
<i>Comprehensive</i>	21.57%	5.00%	38,976,685
<i>Collision</i>	3.49%	2.00%	59,230,506
Overall	3.31%	1.71%	200,515,644

<u>Coverage</u>	<u>Base Rate Changes</u>	<u>Territory Changes</u>	<u>Model Year Re-Index Changes</u>	<u>Credit Scoring Changes</u>
<i>Bodily Injury</i>	0.53%	-1.44%	0.00%	-0.08%
<i>UMBI</i>	-4.71%	-0.30%	0.00%	0.00%
<i>Property Damage</i>	3.11%	0.46%	0.00%	-0.08%
<i>UMPD</i>	-0.22%	0.22%	0.00%	0.00%
<i>Personal Injury Protection</i>	0.08%	0.00%	0.00%	-0.08%
<i>Comprehensive</i>	20.70%	-1.67%	-11.46%	-0.08%
<i>Collision</i>	15.16%	-0.14%	-11.23%	-0.08%
Overall	8.91%	-0.58%	-5.54%	-0.08%

Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Overall Rate Level Indication
Arkansas

Bodily Injury

	[1]	[2]	[3]	[4]	[5]	[6]
Fiscal Calendar Year Ending	Collected Earned Premium	Present Level	On-Level Earned Premium [1] x [2]	Premium Trend Factor	Trended On-Level Earned [3] x [4]	Selected Experience Year Weights
3/31/2005	49,337,620	0.8835	43,588,637	1.0000	43,588,637	0.00
3/31/2006	51,722,189	0.8302	42,938,268	1.0000	42,938,268	0.00
3/31/2007	51,448,958	0.8217	42,275,609	1.0000	42,275,609	0.20
3/31/2008	49,814,182	0.8246	41,074,910	1.0000	41,074,910	0.30
3/31/2009	<u>44,267,449</u>	0.9142	<u>40,470,638</u>	1.0000	<u>40,470,638</u>	0.50
	246,590,398		210,348,062		210,348,062	

	[7]	[8]	[9]	[10]	[11]	[12]	[13]
Fiscal Accident Year Ending	Accident Year Incurred Losses and D&CC	Ultimate Losses Reported Method	Ultimate Losses Paid LDF Method	Selected Ultimate Incurred Losses	Pure Premium Trend Factor	Trended Ultimate Losses and D&CC [10] x [11]	Experience Period Loss Ratio [12] / [5]
3/31/2005	34,664,683	34,360,972	34,728,836	34,544,904	0.8608	29,736,703	68.22%
3/31/2006	33,716,188	33,220,863	33,011,957	33,116,410	0.8829	29,237,987	68.09%
3/31/2007	33,001,088	32,483,768	32,233,539	32,358,653	0.9055	29,301,512	69.31%
3/31/2008	28,949,931	28,926,780	29,749,978	29,338,379	0.9287	27,247,779	66.34%
3/31/2009	<u>28,387,534</u>	<u>30,727,257</u>	<u>29,304,665</u>	<u>30,015,961</u>	0.9526	<u>28,593,857</u>	70.65%
	158,719,424	159,719,640	159,028,975	159,374,308		144,117,839	

Weighted Experience Period Loss Ratio [14]: 69.09%
 Loss Adjustment Expense Factor [15]: 1.1070
 Weighted Experience Period Loss Ratio [16]: 76.48%

Fixed Expense Ratio [17]: 10.22%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 5.05%
 Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **-5.71%**

[14] = Sumproduct [13],[6]
 [15] From Exhibit V
 [16] = [14] x [15]
 [17] From Exhibit V
 [18] From Exhibit V
 [19] From Exhibit V
 [20] From Exhibit V
 [21] = ([16] + [17] + [18]) / (1 - [19] - [20])

Effective Date: 12/1/2009

**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Overall Rate Level Indication
Arkansas**

Uninsured Motorist Bodily Injury

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	11,237,134	1.0100	11,349,009	1.0000	11,349,009	0.00
3/31/2006	11,783,572	0.9751	11,489,640	1.0000	11,489,640	0.00
3/31/2007	12,619,632	0.9400	11,862,190	1.0000	11,862,190	0.20
3/31/2008	13,712,788	0.8524	11,688,522	1.0000	11,688,522	0.30
3/31/2009	<u>12,795,801</u>	0.8969	<u>11,475,987</u>	1.0000	<u>11,475,987</u>	0.50
	62,148,926		57,865,348		57,865,348	

Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [15]
3/31/2005	8,736,127	8,527,250	8,461,521	8,494,386	0.8608	7,312,078	64.43%
3/31/2006	8,245,292	7,968,071	8,146,636	8,057,353	0.8829	7,113,717	61.91%
3/31/2007	9,181,712	9,170,701	8,618,032	8,894,366	0.9055	8,054,055	67.90%
3/31/2008	6,117,118	6,423,038	6,648,665	6,535,851	0.9287	6,070,118	51.93%
3/31/2009	<u>4,128,120</u>	<u>5,621,632</u>	<u>5,032,720</u>	<u>5,327,176</u>	0.9526	<u>5,074,784</u>	44.22%
	36,408,369	37,710,691	36,907,573	37,309,132		33,624,753	

Weighted Experience Period Loss Ratio [14]: 51.27%
 Loss Adjustment Expense Factor [15]: 1.1070
 Weighted Experience Period Loss Ratio [16]: 56.76%

Fixed Expense Ratio [17]: 10.22%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 5.05%
 Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **-27.16%**

[14] = Sumproduct [13],[6]	
[15] From Exhibit V	
[16] = [14] x [15]	
[17] From Exhibit V	
[18] From Exhibit V	
[19] From Exhibit V	
[20] From Exhibit V	Effective Date:
[21] = (([16] + [17] + [18]) / (1 - [19] - [20]))	

**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Overall Rate Level Indication
Arkansas**

Property Damage

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	46,022,421	0.8684	39,964,308	1.0000	39,964,308	0.00
3/31/2006	44,559,070	0.8799	39,208,794	1.0000	39,208,794	0.00
3/31/2007	43,065,309	0.8957	38,572,926	1.0000	38,572,926	0.20
3/31/2008	39,953,984	0.9375	37,458,463	1.0000	37,458,463	0.30
3/31/2009	<u>37,202,969</u>	0.9858	<u>36,672,956</u>	1.0000	<u>36,672,956</u>	0.50
	210,803,753		191,877,448		191,877,448	

Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	27,831,736	27,740,043	27,750,956	27,745,499	0.9422	26,142,884	65.42%
3/31/2006	28,220,113	28,118,703	28,164,695	28,141,699	0.9518	26,784,039	68.31%
3/31/2007	28,446,868	28,310,651	28,318,891	28,314,771	0.9614	27,220,971	70.57%
3/31/2008	27,549,917	27,404,288	27,355,132	27,379,710	0.9711	26,587,911	70.98%
3/31/2009	<u>26,920,114</u>	<u>27,620,928</u>	<u>27,182,832</u>	<u>27,401,880</u>	0.9809	<u>26,878,961</u>	73.29%
	138,968,748	139,194,613	138,772,506	138,983,560		133,614,767	

Weighted Experience Period Loss Ratio [14]: 72.05%
 Loss Adjustment Expense Factor [15]: 1.1945
 Weighted Experience Period Loss Ratio [16]: 86.07%

Fixed Expense Ratio [17]: 10.22%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 5.05%
 Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **4.72%**

[14] = Sumproduct [13],[6]

[15] From Exhibit V

[16] = [14] x [15]

[17] From Exhibit V

[18] From Exhibit V

[19] From Exhibit V

[20] From Exhibit V

[21] = (([16] + [17] + [18]) / (1 - [19] - [20]))

Effective Date: 12/1/2009

Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Overall Rate Level Indication
Arkansas

Uninsured Motorist Property Damage

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	4,130,012	0.9752	4,027,756	1.0000	4,027,756	0.00
3/31/2006	4,305,733	0.9415	4,053,656	1.0000	4,053,656	0.00
3/31/2007	4,509,183	0.9074	4,091,432	1.0000	4,091,432	0.20
3/31/2008	4,928,821	0.8511	4,194,966	1.0000	4,194,966	0.30
3/31/2009	<u>4,687,358</u>	0.9253	<u>4,336,988</u>	1.0000	<u>4,336,988</u>	0.50
	22,561,108		20,704,797		20,704,797	

Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Trend Factor	[12] Trended Ultimate Losses and D&CC	[13] Experience Period Loss Ratio
3/31/2005	2,542,148	2,509,314	2,508,060	2,508,687	1.1244	2,820,709	70.03%
3/31/2006	2,880,511	2,819,241	2,819,241	2,819,241	1.1023	3,107,734	76.66%
3/31/2007	2,841,226	2,753,122	2,748,430	2,750,776	1.0807	2,972,807	72.66%
3/31/2008	3,121,172	2,982,341	2,976,335	2,979,338	1.0595	3,156,684	75.25%
3/31/2009	<u>3,056,189</u>	<u>2,964,382</u>	<u>2,963,912</u>	<u>2,964,147</u>	1.0387	<u>3,078,841</u>	70.99%
	14,441,245	14,028,400	14,015,978	14,022,189		15,136,776	

Weighted Experience Period Loss Ratio [14]: 72.60%
 Loss Adjustment Expense Factor [15]: 1.1070
 Weighted Experience Period Loss Ratio [16]: 80.37%

Fixed Expense Ratio [17]: 10.22%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 5.05%
 Profit Provision [20]: 3.00%

Indicated Rate Change [21]: -1.48%

[14] = Sumproduct [13],[6]	
[15] From Exhibit V	
[16] = [14] x [15]	
[17] From Exhibit V	
[18] From Exhibit V	
[19] From Exhibit V	
[20] From Exhibit V	Effective Date: 12/1/2009
[21] = ([16] + [17] + [18]) / (1 - [19] - [20])	

Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Overall Rate Level Indication
Arkansas

Personal Injury Protection

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level Factor	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	10,617,332	0.9602	10,194,550	1.0000	10,194,550	0.00
3/31/2006	10,604,121	0.9239	9,797,320	1.0000	9,797,320	0.00
3/31/2007	10,449,266	0.9093	9,501,891	1.0000	9,501,891	0.20
3/31/2008	10,284,474	0.8945	9,199,193	1.0000	9,199,193	0.30
3/31/2009	<u>9,821,315</u>	0.9522	<u>9,351,884</u>	1.0000	<u>9,351,884</u>	0.50
	51,776,507		48,044,838		48,044,838	

Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	7,875,478	7,808,820	7,783,998	7,796,409	0.9282	7,236,940	70.99%
3/31/2006	8,287,317	8,146,809	8,124,176	8,135,492	0.9400	7,647,283	78.05%
3/31/2007	8,119,660	7,777,137	7,706,555	7,741,846	0.9519	7,369,376	77.56%
3/31/2008	8,099,572	7,306,111	7,400,789	7,353,450	0.9639	7,088,270	77.05%
3/31/2009	<u>9,371,953</u>	<u>7,001,480</u>	<u>7,096,396</u>	<u>7,048,938</u>	0.9762	<u>6,880,985</u>	73.58%
	41,753,979	38,040,356	38,111,913	38,076,135		36,222,854	

Weighted Experience Period Loss Ratio [14]: 75.42%
Loss Adjustment Expense Factor [15]: 1.0740
Weighted Experience Period Loss Ratio [16]: 81.00%

Fixed Expense Ratio [17]: 10.22%
Catastrophe Load [18]: 0.00%
Variable Expense Ratio [19]: 5.05%
Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **-0.80%**

[14] = Sumproduct [13],[6]
[15] From Exhibit V
[16] = [14] x [15]
[17] From Exhibit V
[18] From Exhibit V
[19] From Exhibit V
[20] From Exhibit V
[21] = ([16] + [17] + [18]) / (1 - [19] - [20])

Effective Date: 12/1/2009

14

**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Overall Rate Level Indication
Arkansas**

Comprehensive

Fiscal Calendar Year Ending	[1] Collected Earned PremiumFa	[2] Present Level	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	51,682,097	0.5931	30,650,849	1.3018	39,900,906	0.10
3/31/2006	47,160,148	0.6654	31,381,219	1.2451	39,071,635	0.15
3/31/2007	42,005,819	0.7879	33,096,239	1.1908	39,411,409	0.20
3/31/2008	37,472,922	0.9217	34,540,550	1.1389	39,339,072	0.25
3/31/2009	<u>36,323,804</u>	0.9852	<u>35,785,865</u>	1.0892	<u>38,976,685</u>	0.30
	214,644,790		165,454,722		196,699,707	

Fiscal Calendar Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	20,703,015	20,676,118	20,663,716	20,669,917	1.2613	26,071,965	65.34%
3/31/2006	20,997,166	20,953,118	20,948,130	20,950,624	1.2128	25,409,649	65.03%
3/31/2007	22,389,850	22,410,010	22,347,389	22,378,699	1.1662	26,097,758	66.22%
3/31/2008	22,614,251	22,657,259	22,603,869	22,630,564	1.1213	25,376,423	64.51%
3/31/2009	<u>24,263,323</u>	<u>25,683,940</u>	<u>25,528,367</u>	<u>25,606,153</u>	1.0781	<u>27,605,737</u>	70.83%
	110,967,606	112,380,446	112,091,471	112,235,958		130,561,532	

Weighted Experience Period Loss Ratio [14]: 66.91%
 Loss Adjustment Expense Factor [15]: 1.1300
 Weighted Experience Period Loss Ratio [16]: 75.61%

Fixed Expense Ratio [17]: 13.97%
 Catastrophe Load [18]: 14.00%
 Variable Expense Ratio [19]: 8.80%
 Profit Provision [20]: 6.00%

Indicated Rate Change [21]: **21.57%**

[14] = Sumproduct [13],[6]
 [15] From Exhibit V
 [16] = [14] x [15]
 [17] From Exhibit V
 [18] From Exhibit V
 [19] From Exhibit V
 [20] From Exhibit V
 [21] = ([16] + [17] + [18]) / (1 - [19] - [20])

Effective Date: 12/1/2009

Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Overall Rate Level Indication
Arkansas

Collision

Fiscal Calendar Year Ending	[1] Collected Earned PremiumFa	[2] Present Level ctor	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	69,390,836	0.6825	47,356,467	1.3102	62,045,316	0.00
3/31/2006	63,328,887	0.7688	48,684,988	1.2517	60,940,374	0.00
3/31/2007	57,756,199	0.8808	50,871,665	1.1959	60,836,796	0.20
3/31/2008	56,115,426	0.9371	52,584,776	1.1425	60,080,112	0.30
3/31/2009	<u>55,061,309</u>	0.9856	<u>54,268,610</u>	1.0914	<u>59,230,506</u>	0.50
	301,652,657		253,766,506		303,133,105	

Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	39,186,178	39,100,063	39,100,063	39,100,063	1.0921	42,702,720	68.83%
3/31/2006	40,352,208	40,223,287	40,215,243	40,219,265	1.0760	43,275,907	71.01%
3/31/2007	41,711,798	41,495,459	41,483,907	41,489,683	1.0601	43,983,129	72.30%
3/31/2008	41,641,957	41,252,356	41,227,078	41,239,717	1.0444	43,072,059	71.69%
3/31/2009	<u>40,894,914</u>	<u>40,919,458</u>	<u>40,861,578</u>	<u>40,890,518</u>	1.0290	<u>42,074,485</u>	71.04%
	203,787,054	202,990,624	202,887,870	202,939,247		215,108,300	

Weighted Experience Period Loss Ratio [14]: 71.48%
 Loss Adjustment Expense Factor [15]: 1.0950
 Weighted Experience Period Loss Ratio [16]: 78.28%

Fixed Expense Ratio [17]: 11.97%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 6.80%
 Profit Provision [20]: 6.00%

Indicated Rate Change [21]: 3.49%

[14] = Sumproduct [13],[6]	
[15] From Exhibit V	
[16] = [14] x [15]	
[17] From Exhibit V	
[18] From Exhibit V	
[19] From Exhibit V	
[20] From Exhibit V	Effective Date: 12/1/2009
[21] = ([16] + [17] + [18]) / (1 - [19] - [20])	

**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Present Level Factors
Arkansas**

Bodily Injury

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	14.00%	2005	1.1295	0.8791	83.50%
15-Feb-05	6.00%	2006	1.1989	0.8282	83.32%
15-Aug-05	0.00%	2007	1.2084	0.8217	83.12%
1-Sep-06	0.00%	2008	1.2038	0.8248	83.07%
15-Aug-07	-1.00%	2009	1.0778	0.9213	82.32%
1-Jun-08	-17.00%	Current:	0.9929		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	14.00%	2005	1.0966	0.9054	16.50%
15-Feb-05	6.00%	2006	1.1821	0.8400	16.68%
15-Aug-05	0.00%	2007	1.2084	0.8217	16.88%
1-Sep-06	0.00%	2008	1.2060	0.8233	16.93%
15-Aug-07	-1.00%	2009	1.1266	0.8813	17.68%
1-Jun-08	-17.00%	Current:	0.9929		

Fiscal Calendar Year	Final Weighted PLF
2005	0.8835
2006	0.8302
2007	0.8217
2008	0.8246
2009	0.9142

Notes: * -Average rate level is computed using the standard parallelogram method.

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Present Level Factors
Arkansas

Uninsured Motorist Bodily Injury

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	3.00%	2005	1.0281	1.0085	80.16%
15-Feb-05	4.00%	2006	1.0655	0.9732	80.06%
15-Aug-05	0.00%	2007	1.1066	0.9370	80.07%
1-Sep-06	10.00%	2008	1.2228	0.8480	79.78%
15-Aug-07	10.00%	2009	1.1451	0.9056	78.26%
1-Jun-08	-20.00%	Current:	1.0369		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	3.00%	2005	1.0209	1.0157	19.84%
15-Feb-05	4.00%	2006	1.0554	0.9825	19.94%
15-Aug-05	0.00%	2007	1.0893	0.9519	19.93%
1-Sep-06	10.00%	2008	1.1923	0.8697	20.22%
15-Aug-07	10.00%	2009	1.1981	0.8655	21.74%
1-Jun-08	-20.00%	Current:	1.0369		

Fiscal Calendar Year	Final Weighted PLF
2005	1.0100
2006	0.9751
2007	0.9400
2008	0.8524
2009	0.8969

Notes: * -Average rate level is computed using the standard parallelogram method.

**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Present Level Factors
Arkansas**

Property Damage

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	11.00%	2005	1.1004	0.8656	86.29%
15-Feb-05	-3.00%	2006	1.0813	0.8809	85.94%
15-Aug-05	0.00%	2007	1.0625	0.8965	86.01%
1-Sep-06	-4.00%	2008	1.0141	0.9392	85.87%
15-Aug-07	-5.00%	2009	0.9648	0.9873	85.85%
1-Jun-08	-3.00%	Current:	0.9525		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	11.00%	2005	1.0753	0.8858	13.71%
15-Feb-05	-3.00%	2006	1.0895	0.8742	14.06%
15-Aug-05	0.00%	2007	1.0694	0.8906	13.99%
1-Sep-06	-4.00%	2008	1.0272	0.9273	14.13%
15-Aug-07	-5.00%	2009	0.9753	0.9766	14.15%
1-Jun-08	-3.00%	Current:	0.9525		

Fiscal Calendar Year	Final Weighted PLF
2005	0.8684
2006	0.8799
2007	0.8957
2008	0.9375
2009	0.9858

Notes: * -Average rate level is computed using the standard parallelogram method.

Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Present Level Factors
Arkansas

Uninsured Motorist Property Damage

Six Month Automobile Policies

Rate Change	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	3.00%	2005	1.0281	0.9742	84.28%
15-Feb-05	4.00%	2006	1.0655	0.9400	84.06%
15-Aug-05	0.00%	2007	1.1066	0.9051	84.08%
1-Sep-06	10.00%	2008	1.1783	0.8500	83.79%
15-Aug-07	0.00%	2009	1.0753	0.9314	82.22%
1-Jun-08	-15.00%	Current:	1.0016		

Twelve Month Automobile Policies

Rate Change	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	3.00%	2005	1.0209	0.9811	15.72%
15-Feb-05	4.00%	2006	1.0554	0.9490	15.94%
15-Aug-05	0.00%	2007	1.0893	0.9195	15.92%
1-Sep-06	10.00%	2008	1.1689	0.8568	16.21%
15-Aug-07	0.00%	2009	1.1170	0.8966	17.78%
1-Jun-08	-15.00%	Current:	1.0016		

Fiscal Calendar Year	Final Weighted PLF
2005	0.9752
2006	0.9415
2007	0.9074
2008	0.8511
2009	0.9253

Notes: * -Average rate level is computed using the standard parallelogram method.

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**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Present Level Factors
Arkansas**

Personal Injury Protection

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	6.00%	2005	1.0557	0.9583	85.93%
15-Feb-05	4.00%	2006	1.0965	0.9227	85.75%
15-Aug-05	0.00%	2007	1.1133	0.9087	85.80%
1-Sep-06	3.00%	2008	1.1312	0.8944	85.76%
15-Aug-07	-1.00%	2009	1.0586	0.9557	85.43%
1-Jun-08	-10.00%	Current:	1.0117		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	6.00%	2005	1.0415	0.9714	14.07%
15-Feb-05	4.00%	2006	1.0861	0.9315	14.25%
15-Aug-05	0.00%	2007	1.1080	0.9131	14.20%
1-Sep-06	3.00%	2008	1.1303	0.8951	14.24%
15-Aug-07	-1.00%	2009	1.0859	0.9317	14.57%
1-Jun-08	-10.00%	Current:	1.0117		

Fiscal Calendar Year	Final Weighted PLF
2005	0.9602
2006	0.9239
2007	0.9093
2008	0.8945
2009	0.9522

Notes: * -Average rate level is computed using the standard parallelogram method.

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Present Level Factors
Arkansas

Comprehensive

Six Month Automobile Policies

Rate Change <u>Date</u>	Rate <u>Change</u>	Fiscal <u>Year</u>	* Average Rate <u>Level</u>	Present Level <u>Factor</u>	Term Premium <u>Distribution</u>
15-Jan-04	0.00%	2005	0.9988	0.5931	82.94%
15-Feb-05	-8.00%	2006	0.8830	0.6709	82.22%
15-Aug-05	-14.00%	2007	0.7467	0.7934	82.58%
1-Sep-06	-17.00%	2008	0.6393	0.9266	82.84%
15-Aug-07	-7.00%	2009	0.6000	0.9873	83.02%
1-Jun-08	-3.00%	Current:	0.5924		

Twelve Month Automobile Policies

Rate Change <u>Date</u>	Rate <u>Change</u>	Fiscal <u>Year</u>	* Average Rate <u>Level</u>	Present Level <u>Factor</u>	Term Premium <u>Distribution</u>
15-Jan-04	0.00%	2005	0.9994	0.5928	17.06%
15-Feb-05	-8.00%	2006	0.9254	0.6402	17.78%
15-Aug-05	-14.00%	2007	0.7775	0.7620	17.42%
1-Sep-06	-17.00%	2008	0.6594	0.8984	17.16%
15-Aug-07	-7.00%	2009	0.6076	0.9751	16.98%
1-Jun-08	-3.00%	Current:	0.5924		

Fiscal Calendar <u>Year</u>	Final Weighted <u>PLF</u>
2005	0.5931
2006	0.6654
2007	0.7879
2008	0.9217
2009	0.9852

Notes: * -Average rate level is computed using the standard parallelogram method.

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Present Level Factors
Arkansas

Collision

Six Month Automobile Policies

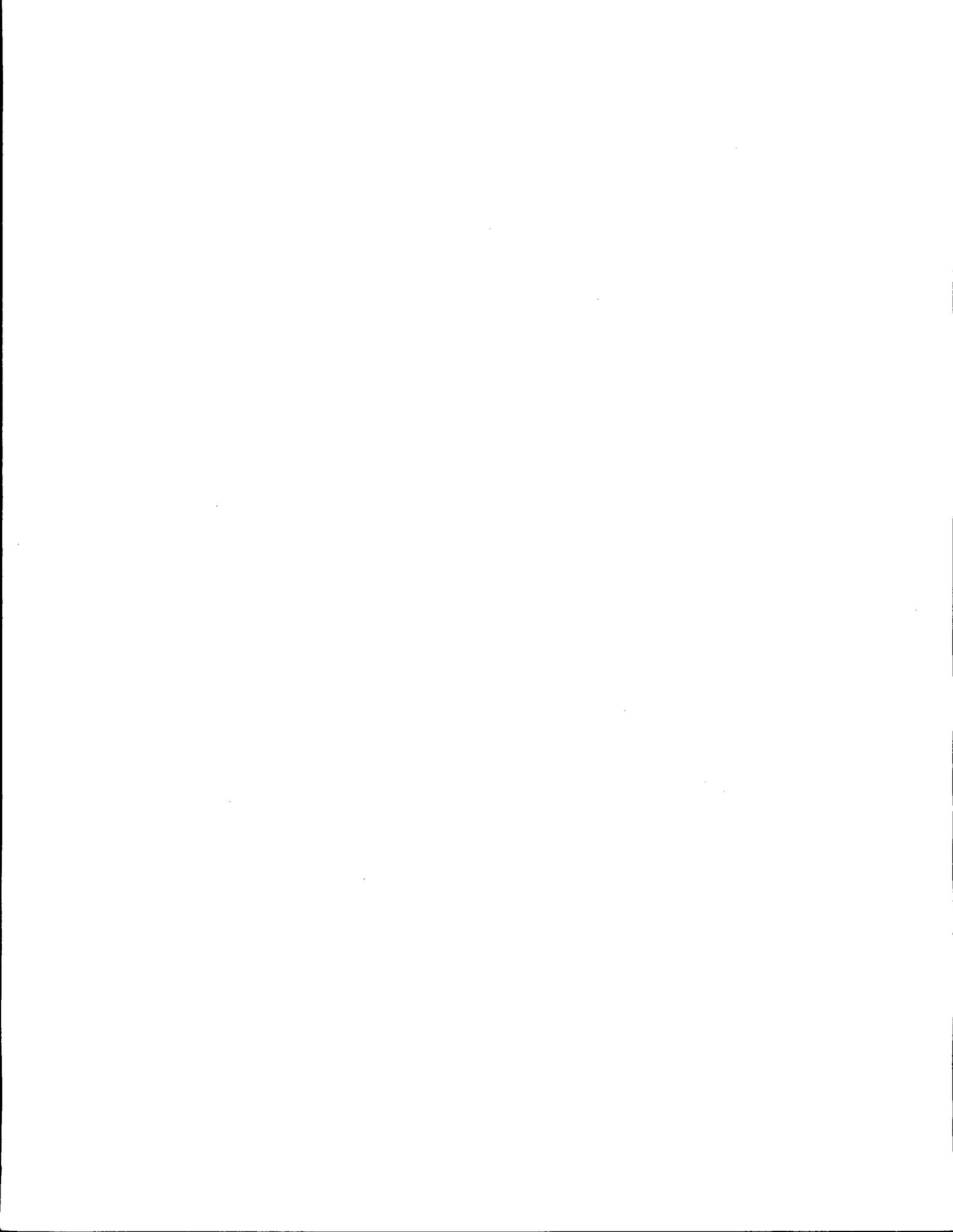
Rate Change	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	-2.00%	2005	0.9805	0.6830	84.21%
15-Feb-05	-8.00%	2006	0.8645	0.7746	83.63%
15-Aug-05	-14.25%	2007	0.7578	0.8838	84.27%
1-Sep-06	-6.00%	2008	0.7130	0.9392	84.40%
15-Aug-07	-5.00%	2009	0.6783	0.9873	84.44%
1-Jun-08	-3.00%	Current:	0.6697		

Twelve Month Automobile Policies

Rate Change	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	-2.00%	2005	0.9857	0.6794	15.79%
15-Feb-05	-8.00%	2006	0.9064	0.7388	16.37%
15-Aug-05	-14.25%	2007	0.7742	0.8650	15.73%
1-Sep-06	-6.00%	2008	0.7236	0.9255	15.60%
15-Aug-07	-5.00%	2009	0.6857	0.9766	15.56%
1-Jun-08	-3.00%	Current:	0.6697		

Fiscal Calendar Year	Final Weighted PLF
2005	0.6825
2006	0.7688
2007	0.8808
2008	0.9371
2009	0.9856

Notes: * -Average rate level is computed using the standard parallelogram method.



Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Pure Premium Trends
Arkansas

Quarter Ending	X-Value	Pure Premium Trend (Paid Losses / Earned Exposures)						
		BI	UMBI	PD	UMPD	PIP	COMP	COLL
2005 QTR 2	1	\$ 94.48	\$20.75	\$77.28	\$7.80	\$22.96	\$ 84.35	\$168.64
2005 QTR 3	2	\$ 96.66	\$22.67	\$77.02	\$7.82	\$23.40	\$ 83.99	\$167.38
2005 QTR 4	3	\$105.62	\$25.58	\$82.24	\$8.80	\$24.61	\$ 92.37	\$178.54
2006 QTR 1	4	\$104.47	\$25.92	\$81.23	\$8.75	\$23.99	\$ 91.47	\$176.38
2006 QTR 2	5	\$105.16	\$26.52	\$81.43	\$8.84	\$24.08	\$ 98.44	\$178.18
2006 QTR 3	6	\$100.57	\$24.33	\$81.22	\$9.05	\$23.22	\$ 98.78	\$178.85
2006 QTR 4	7	\$ 99.50	\$24.46	\$82.40	\$8.74	\$22.57	\$ 98.76	\$182.36
2007 QTR 1	8	\$ 98.06	\$24.04	\$81.58	\$8.71	\$22.70	\$ 99.68	\$183.49
2007 QTR 2	9	\$ 92.97	\$24.66	\$83.10	\$8.82	\$22.09	\$ 96.80	\$180.34
2007 QTR 3	10	\$ 94.12	\$23.65	\$82.09	\$9.12	\$22.13	\$ 95.09	\$180.58
2007 QTR 4	11	\$ 91.05	\$21.33	\$81.10	\$9.47	\$22.99	\$ 95.76	\$179.05
2008 QTR 1	12	\$ 90.16	\$22.84	\$78.33	\$9.23	\$22.98	\$ 96.11	\$180.19
2008 QTR 2	13	\$ 90.38	\$20.84	\$77.16	\$9.27	\$22.32	\$ 99.53	\$182.04
2008 QTR 3	14	\$ 87.23	\$22.83	\$78.58	\$9.04	\$21.96	\$102.50	\$180.07
2008 QTR 4	15	\$-88.25	\$22.44	\$77.80	\$8.92	\$22.01	\$104.57	\$177.26
2009 QTR 1	16	\$ 86.71	\$20.07	\$79.66	\$9.08	\$21.64	\$110.65	\$177.68

	Exponential Least Squares Fitted Annualized Change						
8 Points	-4.36%	-7.30%	-3.16%	-0.21%	-1.59%	8.17%	-0.81%
12 Points	-6.43%	-7.17%	-1.98%	1.23%	-2.45%	2.89%	-0.35%
16 Points	-4.41%	-3.26%	-0.38%	3.26%	-2.35%	5.04%	1.15%

	Selected Annual Changes						
	BI	UMBI	PD	UMPD	PIP	COMP	COLL
Selected Annual Change (Pure Premium)	-2.50%	-2.50%	-1.00%	2.00%	-1.25%	4.00%	1.50%

Fiscal Accident Year	Trend Period	Calculated Loss Trend Factors						
		BI	UMBI	PD	UMPD	PIP	COMP	COLL
3/31/2005	5.92	0.8608	0.8608	0.9422	1.1244	0.9282	1.2613	1.0921
3/31/2006	4.92	0.8829	0.8829	0.9518	1.1023	0.9400	1.2128	1.0760
3/31/2007	3.92	0.9055	0.9055	0.9614	1.0807	0.9519	1.1662	1.0601
3/31/2008	2.92	0.9287	0.9287	0.9711	1.0595	0.9639	1.1213	1.0444
3/31/2009	1.92	0.9526	0.9526	0.9809	1.0387	0.9762	1.0781	1.0290

Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Premium Detrends
Arkansas

Model Year Detrend

Comprehensive

Model Year	Current Factor	Earned Exposure Distribution		
		2006	2007	2008
2010				
2009	1.26	0.00%	0.00%	0.29%
2008	1.20	0.00%	0.33%	5.34%
2007	1.15	0.57%	6.18%	10.43%
2006	1.10	5.62%	9.69%	9.84%
2005	1.05	11.16%	11.20%	10.75%
2004	1.00	12.20%	11.55%	10.80%
2003	0.95	10.87%	10.18%	9.38%
2002	0.90	10.62%	9.71%	8.72%
2001	0.86	9.66%	8.60%	7.50%
2000	0.82	8.91%	7.74%	6.62%
1999	0.78	7.31%	6.16%	5.13%
1998	0.74	5.31%	4.38%	3.60%
1997	0.70	4.63%	3.76%	3.02%
1996	0.67	3.00%	2.41%	1.96%
1995	0.64	2.76%	2.21%	1.77%
1994	0.61	1.99%	1.58%	1.27%
1993	0.58	1.33%	1.04%	0.84%
& Prior	0.55	<u>4.06%</u>	<u>3.29%</u>	<u>2.73%</u>
		100.00%	100.00%	100.00%
Average Factor:		0.8712	0.9070	0.9432
Annual Change:			4.11%	3.98%

Collision

Model Year	Current Factor	Earned Exposure Distribution		
		2006	2007	2008
2010				
2009	1.26	0.00%	0.00%	0.29%
2008	1.20	0.00%	0.34%	5.46%
2007	1.15	0.58%	6.31%	10.64%
2006	1.10	5.74%	9.89%	10.04%
2005	1.05	11.39%	11.43%	10.97%
2004	1.00	12.45%	11.77%	11.01%
2003	0.95	11.09%	10.37%	9.53%
2002	0.90	10.81%	9.87%	8.84%
2001	0.86	9.81%	8.71%	7.55%
2000	0.82	9.02%	7.79%	6.63%
1999	0.78	7.34%	6.15%	5.08%
1998	0.74	5.28%	4.31%	3.51%
1997	0.70	4.56%	3.66%	2.92%
1996	0.67	2.90%	2.30%	1.83%
1995	0.64	2.62%	2.07%	1.65%
1994	0.61	1.86%	1.45%	1.16%
1993	0.58	1.21%	0.93%	0.74%
& Prior	0.55	<u>3.33%</u>	<u>2.66%</u>	<u>2.17%</u>
		100.00%	100.00%	100.00%
Average Factor:		0.8761	0.9122	0.9486
Annual Change:			4.12%	4.00%

Deductible Detrend

Comprehensive

Deductible	Current Factor	Earned Exposure Distribution		
		2006	2007	2008
0	1.75	0.67%	0.59%	0.52%
50	1.24	12.41%	11.32%	10.47%
100	1.00	49.29%	48.59%	47.97%
250	0.75	18.54%	19.22%	19.75%
500	0.60	<u>19.10%</u>	<u>20.28%</u>	<u>21.30%</u>
		100.00%	100.00%	100.00%
Average Factor:		0.9121	0.9024	0.8944
Annual Change:			-1.06%	-0.88%

Collision

Deductible	Current Factor	Earned Exposure Distribution		
		2006	2007	2008
50	1.40	0.26%	0.21%	0.19%
100	1.12	12.42%	11.63%	11.00%
250	1.00	32.26%	31.03%	30.00%
500	0.87	48.61%	50.28%	51.56%
1000	0.70	<u>6.47%</u>	<u>6.85%</u>	<u>7.25%</u>
		100.00%	100.00%	100.00%
Average Factor:		0.9333	0.9289	0.9252
Annual Change:			-0.48%	-0.40%

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**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Premium Detrends
Arkansas**

Symbol Detrend

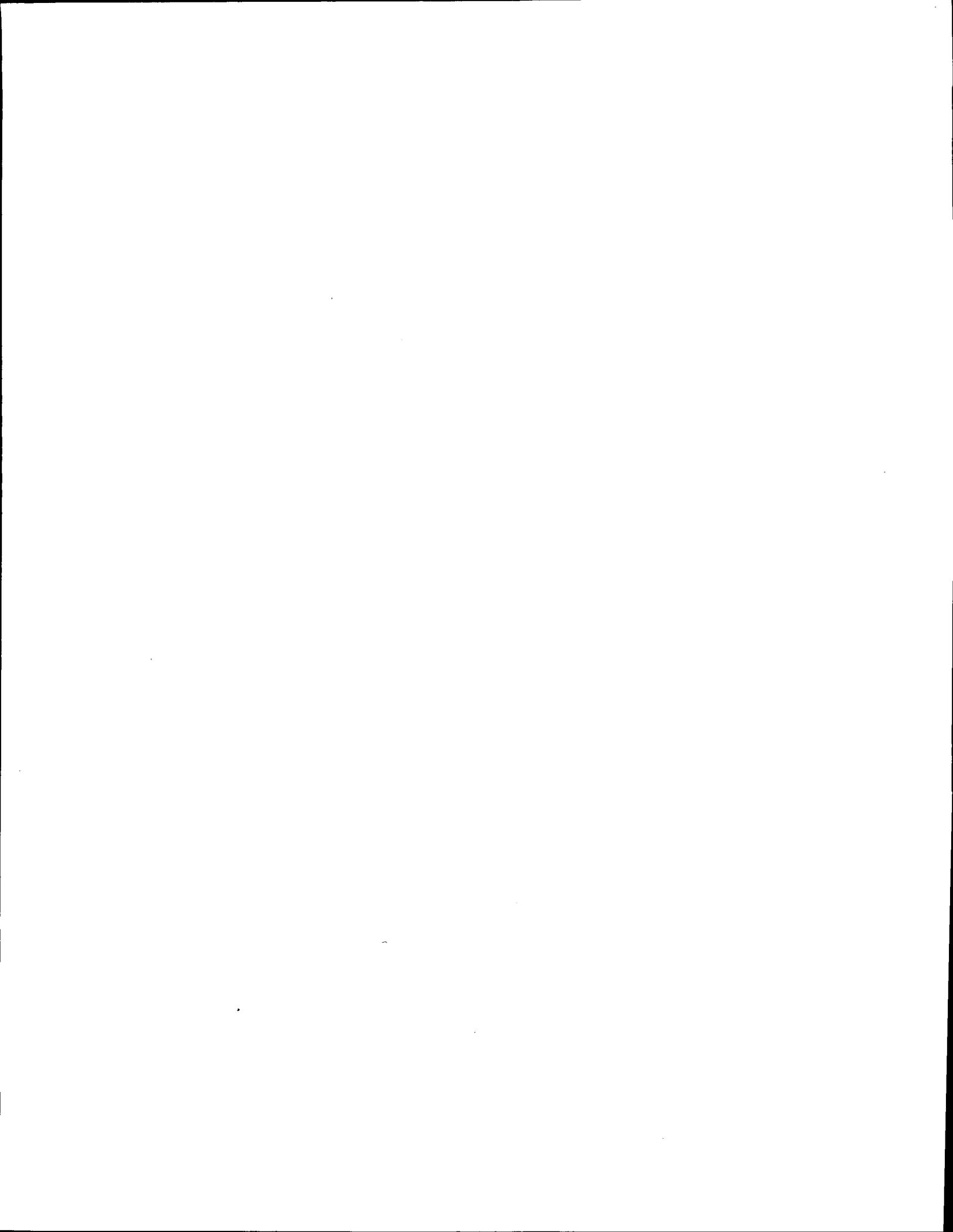
<i>Comprehensive</i>					<i>Collision</i>				
Symbol	Current Factor	Earned Exposure Distribution			Symbol	Current Factor	Earned Exposure Distribution		
		2006	2007	2008			2006	2007	2008
1	0.78	0.05%	0.05%	0.05%	1	0.88	0.05%	0.05%	0.05%
2	1.00	0.15%	0.13%	0.13%	2	1.00	0.15%	0.13%	0.12%
3	1.13	0.30%	0.25%	0.22%	3	1.14	0.28%	0.23%	0.21%
4	1.24	0.65%	0.53%	0.45%	4	1.23	0.61%	0.49%	0.42%
5	1.38	1.45%	1.19%	1.03%	5	1.30	1.36%	1.10%	0.94%
6	1.54	1.95%	1.67%	1.47%	6	1.38	1.84%	1.57%	1.39%
7	1.70	3.14%	2.80%	2.66%	7	1.45	3.04%	2.70%	2.58%
8	1.85	7.08%	6.53%	6.11%	8	1.52	6.99%	6.43%	6.01%
10	2.01	7.72%	7.42%	6.91%	10	1.59	7.69%	7.39%	6.86%
11	2.16	10.84%	10.26%	10.06%	11	1.65	10.84%	10.24%	10.04%
12	2.32	12.51%	12.04%	11.31%	12	1.73	12.56%	12.08%	11.32%
13	2.46	11.30%	11.60%	11.50%	13	1.80	11.38%	11.67%	11.56%
14	2.63	11.68%	12.55%	12.74%	14	1.88	11.76%	12.63%	12.82%
15	2.84	9.67%	9.56%	10.05%	15	1.99	9.75%	9.64%	10.13%
16	3.07	6.98%	7.32%	7.70%	16	2.10	7.05%	7.39%	7.78%
17	3.28	5.67%	6.10%	6.15%	17	2.20	5.73%	6.18%	6.22%
18	3.48	4.04%	4.41%	4.67%	18	2.29	4.08%	4.46%	4.72%
19	3.72	1.95%	2.18%	2.73%	19	2.40	1.96%	2.20%	2.76%
20	3.97	1.19%	1.41%	1.72%	20	2.52	1.20%	1.43%	1.74%
21	4.23	0.70%	0.84%	1.05%	21	2.65	0.70%	0.85%	1.05%
22	4.55	0.43%	0.52%	0.53%	22	2.80	0.44%	0.52%	0.54%
23	4.83	0.24%	0.29%	0.34%	23	2.93	0.24%	0.30%	0.34%
24	5.22	0.14%	0.14%	0.18%	24	3.11	0.14%	0.15%	0.18%
25	6.05	0.07%	0.09%	0.12%	25	3.49	0.07%	0.09%	0.12%
26	6.88	0.04%	0.05%	0.06%	26	3.86	0.04%	0.05%	0.07%
27	7.43	0.03%	0.04%	0.05%	27	4.09	0.03%	0.04%	0.05%
		100.00%	100.00%	100.00%			100.00%	100.00%	100.00%
Average Factor:	2.5256	2.5677	2.6069		Average Factor:	1.8372	1.8573	1.8760	
Annual Change:		1.67%	1.53%		Annual Change:		1.09%	1.01%	

Calculation of Premium Trend Factors

Coverage	Model				Composite Selected
	Year	Symbol	Deductible	Composite	
Comprehensive	4.00%	1.55%	-1.00%	4.56%	4.56%
Collision	4.05%	1.05%	-0.45%	4.67%	4.67%

Fiscal Calendar Year	Trend Period	Calculated Premium Trend Factors						
		BI	UMBI	PD	UMPD	PIP	COMP	COLL
3/31/2005	5.92	1.0000	1.0000	1.0000	1.0000	1.0000	1.3018	1.3102
3/31/2006	4.92	1.0000	1.0000	1.0000	1.0000	1.0000	1.2451	1.2517
3/31/2007	3.92	1.0000	1.0000	1.0000	1.0000	1.0000	1.1908	1.1959
3/31/2008	2.92	1.0000	1.0000	1.0000	1.0000	1.0000	1.1389	1.1425
3/31/2009	1.92	1.0000	1.0000	1.0000	1.0000	1.0000	1.0892	1.0914

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Reported Loss Development Analysis
Arkansas

Bodily Injury

Fiscal
Accident

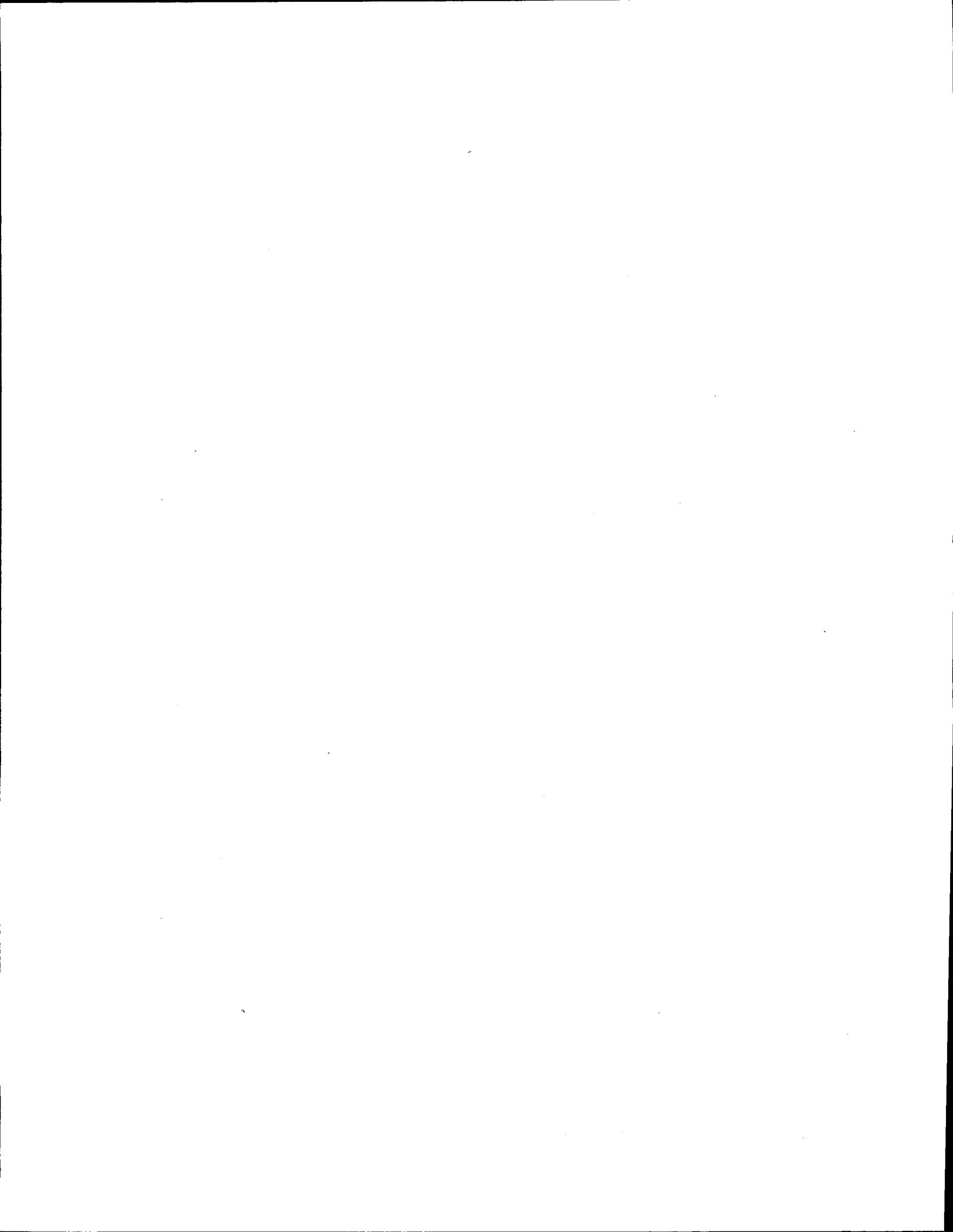
<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	25,342,210	27,589,285	28,817,608	28,790,941	28,780,044	28,839,706	28,787,001	28,794,669	28,834,798	28,816,910
2001	26,247,975	30,119,806	30,484,316	30,372,842	30,287,699	30,091,011	30,049,864	30,051,726	30,025,004	
2002	28,355,464	32,406,688	32,812,432	32,616,470	32,377,738	32,147,448	32,126,102	31,954,256		
2003	29,474,246	32,365,519	32,743,594	32,242,619	32,075,154	31,965,971	31,935,040			
2004	32,717,469	34,673,030	35,716,214	35,685,321	35,695,661	35,164,248				
2005	32,041,458	35,975,634	35,841,959	35,250,838	34,664,683					
2006	32,216,322	33,833,382	34,197,210	33,716,188						
2007	30,941,487	32,678,385	33,001,088							
2008	26,733,925	28,949,931								
2009	28,387,534									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0887	1.0445	0.9991	0.9996	1.0021	0.9982	1.0003	1.0014	0.9994	
1.1475	1.0121	0.9963	0.9972	0.9935	0.9986	1.0001	0.9991		
1.1429	1.0125	0.9940	0.9927	0.9929	0.9993	0.9947			
1.0981	1.0117	0.9847	0.9948	0.9966	0.9990				
1.0598	1.0301	0.9991	1.0003	0.9851					
1.1228	0.9963	0.9835	0.9834						
1.0502	1.0108	0.9859							
1.0561	1.0099								
1.0829									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0850	0.0436	-0.0009	-0.0004	0.0021	-0.0018	0.0003	0.0014	-0.0006	
0.1376	0.0120	-0.0037	-0.0028	-0.0065	-0.0014	0.0001	-0.0009		
0.1335	0.0124	-0.0060	-0.0073	-0.0071	-0.0007	-0.0054			
0.0936	0.0116	-0.0154	-0.0052	-0.0034	-0.0010				
0.0581	0.0296	-0.0009	0.0003	-0.0150					
0.1158	-0.0037	-0.0166	-0.0168						
0.0490	0.0107	-0.0142							
0.0546	0.0098								
0.0796									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0714	0.0116	-0.0106	-0.0064	-0.0060	-0.0012	-0.0017	0.0003	-0.0006
Avg. All	0.0896	0.0158	-0.0082	-0.0054	-0.0060	-0.0012	-0.0017	0.0003	-0.0006
StDev	0.0334	0.0144	0.0070	0.0063	0.0062	0.0005	0.0032	0.0016	n/a
Selected	0.0800	0.0150	-0.0010	-0.0060	-0.0055	-0.0012	-0.0020	0.0003	-0.0004
Age to Age LDF	1.0833	1.0151	0.9990	0.9940	0.9945	0.9988	0.9980	1.0003	0.9996
Cumulative LDF	1.0824	0.9992	0.9843	0.9853	0.9912	0.9967	0.9979	0.9999	0.9996

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Reported Loss Development Analysis
Arkansas

Uninsured Motorist Bodily Injury

Fiscal
Accident

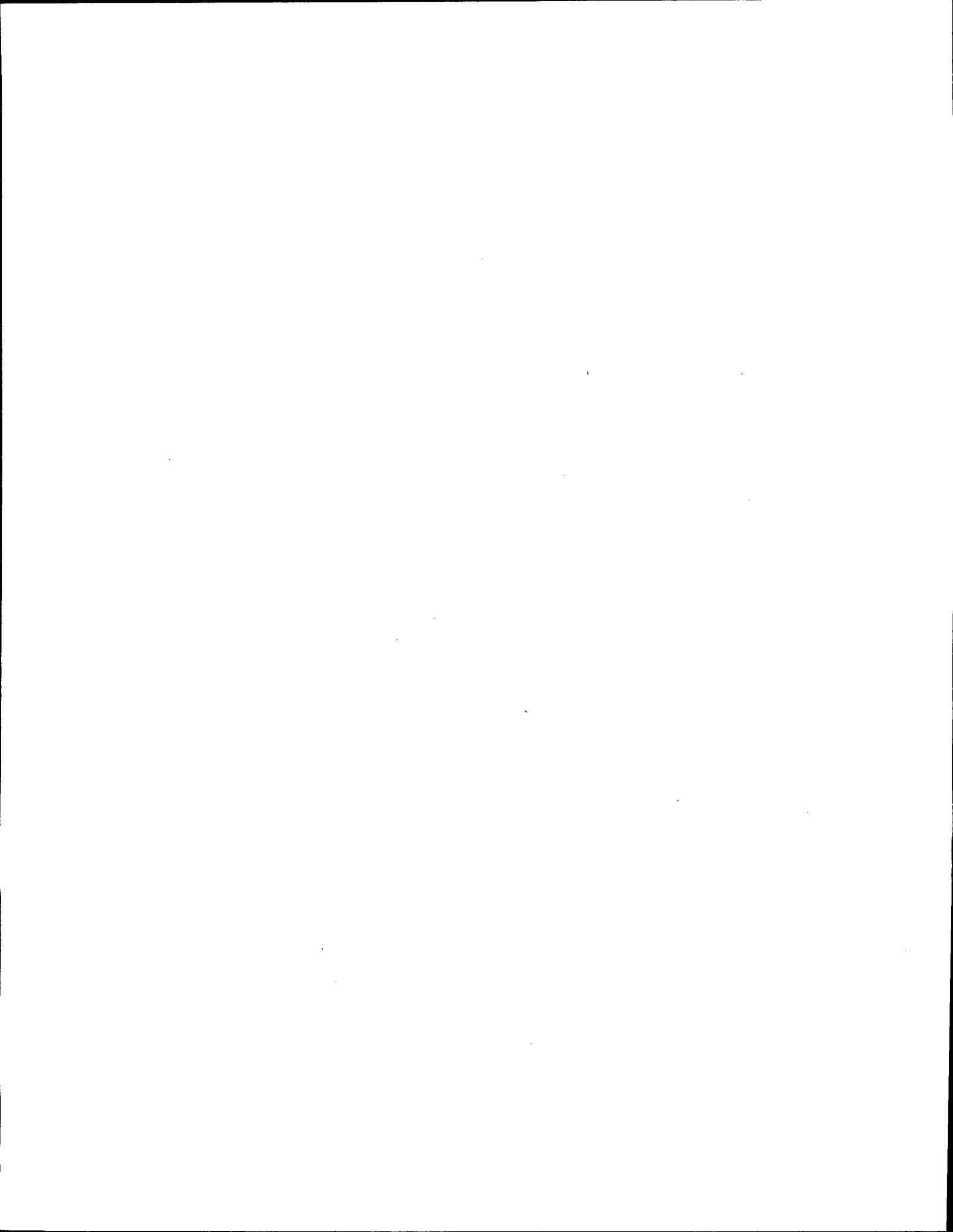
<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	3,329,706	4,504,742	5,036,703	5,230,671	5,276,765	5,216,689	5,053,736	5,073,847	4,969,262	4,968,111
2001	3,924,121	6,203,076	6,626,277	6,789,216	6,692,325	6,468,550	6,402,693	6,348,109	6,344,498	
2002	3,425,946	4,750,321	4,946,143	4,931,979	4,904,620	4,825,818	4,776,373	4,813,531		
2003	4,842,962	6,520,035	6,667,858	7,311,442	7,241,140	7,067,660	7,063,843			
2004	6,060,547	7,497,581	8,281,906	8,486,507	8,375,288	8,407,359				
2005	6,242,703	7,940,985	8,380,276	8,818,544	8,736,127					
2006	6,339,690	8,079,491	8,280,099	8,245,292						
2007	7,022,994	8,868,609	9,181,712							
2008	5,729,156	6,117,118								
2009	4,128,120									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.3529	1.1181	1.0385	1.0088	0.9886	0.9688	1.0040	0.9794	0.9998	
1.5808	1.0682	1.0246	0.9857	0.9666	0.9898	0.9915	0.9994		
1.3866	1.0412	0.9971	0.9945	0.9839	0.9898	1.0078			
1.3463	1.0227	1.0965	0.9904	0.9760	0.9995				
1.2371	1.1046	1.0247	0.9869	1.0038					
1.2720	1.0553	1.0523	0.9907						
1.2744	1.0248	0.9958							
1.2628	1.0353								
1.0677									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.3022	0.1116	0.0378	0.0088	-0.0115	-0.0317	0.0040	-0.0208	-0.0002	
0.4579	0.0660	0.0243	-0.0144	-0.0340	-0.0102	-0.0086	-0.0006		
0.3268	0.0404	-0.0029	-0.0056	-0.0162	-0.0103	0.0077			
0.2974	0.0224	0.0921	-0.0097	-0.0242	-0.0005				
0.2128	0.0995	0.0244	-0.0132	0.0038					
0.2406	0.0538	0.0510	-0.0094						
0.2425	0.0245	-0.0042							
0.2333	0.0347								
0.0655									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.1990	0.0470	0.0321	-0.0104	-0.0164	-0.0132	0.0011	-0.0107	-0.0002
Avg. All	0.2643	0.0566	0.0318	-0.0072	-0.0164	-0.0132	0.0011	-0.0107	-0.0002
StDev	0.1049	0.0336	0.0333	0.0084	0.0142	0.0132	0.0085	0.0143	n/a
Selected	0.2600	0.0500	0.0330	-0.0100	-0.0100	-0.0100	0.0010	-0.0050	-0.0002
Age to Age LDF	1.2969	1.0513	1.0336	0.9900	0.9900	0.9900	1.0010	0.9950	0.9998
Cumulative LDF	1.3618	1.0500	0.9988	0.9664	0.9761	0.9859	0.9958	0.9948	0.9998

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Reported Loss Development Analysis
Arkansas

Property Damage

Fiscal
Accident

<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	22,997,575	23,793,366	23,752,199	23,733,317	23,718,663	23,694,842	23,573,042	23,573,042	23,573,042	23,573,042
2001	24,385,028	25,964,580	25,951,042	25,980,879	25,952,975	25,850,260	25,843,259	25,843,946	25,835,446	
2002	26,421,231	27,293,575	27,161,514	27,094,068	27,067,354	27,083,052	27,065,068	27,060,622		
2003	27,787,790	28,749,524	28,750,860	28,721,719	28,747,924	28,728,633	28,698,535			
2004	28,941,859	29,761,868	29,750,473	29,677,388	29,647,166	29,613,191				
2005	27,060,457	27,791,387	27,835,118	27,809,923	27,831,736					
2006	27,790,495	28,273,063	28,260,862	28,220,113						
2007	27,759,732	28,516,748	28,446,868							
2008	26,686,967	27,549,917								
2009	26,920,114									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0346	0.9983	0.9992	0.9994	0.9990	0.9949	1.0000	1.0000	1.0000	
1.0648	0.9995	1.0011	0.9989	0.9960	0.9997	1.0000	0.9997		
1.0330	0.9952	0.9975	0.9990	1.0006	0.9993	0.9998			
1.0346	1.0000	0.9990	1.0009	0.9993	0.9990				
1.0283	0.9996	0.9975	0.9990	0.9989					
1.0270	1.0016	0.9991	1.0008						
1.0174	0.9996	0.9986							
1.0273	0.9975								
1.0323									

<i>Natural Logarithm of Loss Development Factors</i>								
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	
0.0340	-0.0017	-0.0008	-0.0006	-0.0010	-0.0052	0.0000	0.0000	0.0000
0.0628	-0.0005	0.0011	-0.0011	-0.0040	-0.0003	0.0000	-0.0003	
0.0325	-0.0049	-0.0025	-0.0010	0.0006	-0.0007	-0.0002		
0.0340	0.0000	-0.0010	0.0009	-0.0007	-0.0010			
0.0279	-0.0004	-0.0025	-0.0010	-0.0011				
0.0267	0.0016	-0.0009	0.0008					
0.0172	-0.0004	-0.0014						
0.0269	-0.0025							
0.0318								

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0261	-0.0003	-0.0017	-0.0003	-0.0012	-0.0018	0.0000	-0.0002	0.0000
Avg. All	0.0326	-0.0011	-0.0011	-0.0003	-0.0012	-0.0018	0.0000	-0.0002	0.0000
StDev	0.0125	0.0019	0.0012	0.0009	0.0017	0.0023	0.0001	0.0002	n/a
Selected	0.0310	-0.0005	-0.0012	-0.0003	-0.0013	-0.0018	0.0000	-0.0002	0.0000
Age to Age LDF	1.0315	0.9995	0.9988	0.9997	0.9987	0.9982	1.0000	0.9998	1.0000
Cumulative LDF	1.0260	0.9947	0.9952	0.9964	0.9967	0.9980	0.9998	0.9998	1.0000

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Reported Loss Development Analysis
Arkansas

Uninsured Motorist Property Damage

Fiscal
Accident

<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	1,594,671	1,636,969	1,610,935	1,592,384	1,578,424	1,570,813	1,555,944	1,553,388	1,551,162	1,549,323
2001	1,788,628	1,914,893	1,885,299	1,870,241	1,853,153	1,846,629	1,843,376	1,840,837	1,839,570	
2002	2,004,853	2,077,228	2,045,058	2,016,300	2,001,186	1,990,507	1,983,300	1,978,896		
2003	2,131,613	2,245,056	2,216,290	2,197,550	2,185,856	2,173,762	2,165,913			
2004	2,657,744	2,645,835	2,627,404	2,606,046	2,580,956	2,571,628				
2005	2,629,627	2,657,558	2,602,663	2,566,716	2,542,148					
2006	2,903,976	2,922,740	2,905,263	2,880,511						
2007	2,857,451	2,908,178	2,841,226							
2008	3,082,701	3,121,172								
2009	3,056,189									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0265	0.9841	0.9885	0.9912	0.9952	0.9905	0.9984	0.9986	0.9988	
1.0706	0.9845	0.9920	0.9909	0.9965	0.9982	0.9986	0.9993		
1.0361	0.9845	0.9859	0.9925	0.9947	0.9964	0.9978			
1.0532	0.9872	0.9915	0.9947	0.9945	0.9964				
0.9955	0.9930	0.9919	0.9904	0.9964					
1.0106	0.9793	0.9862	0.9904						
1.0065	0.9940	0.9915							
1.0178	0.9770								
1.0125									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0262	-0.0160	-0.0116	-0.0088	-0.0048	-0.0095	-0.0016	-0.0014	-0.0012	
0.0682	-0.0156	-0.0080	-0.0092	-0.0035	-0.0018	-0.0014	-0.0007		
0.0355	-0.0156	-0.0142	-0.0075	-0.0054	-0.0036	-0.0022			
0.0519	-0.0129	-0.0085	-0.0053	-0.0055	-0.0036				
-0.0045	-0.0070	-0.0082	-0.0097	-0.0036					
0.0106	-0.0209	-0.0139	-0.0096						
0.0064	-0.0060	-0.0086							
0.0176	-0.0233								
0.0124									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0085	-0.0140	-0.0107	-0.0083	-0.0046	-0.0046	-0.0017	-0.0011	-0.0012
Avg. All	0.0249	-0.0147	-0.0104	-0.0084	-0.0046	-0.0046	-0.0017	-0.0011	-0.0012
StDev	0.0233	0.0060	0.0028	0.0017	0.0010	0.0034	0.0004	0.0005	n/a
Selected	0.0150	-0.0140	-0.0100	-0.0085	-0.0050	-0.0040	-0.0020	-0.0010	-0.0010
Age to Age LDF	1.0151	0.9861	0.9900	0.9915	0.9950	0.9960	0.9980	0.9990	0.9990
Cumulative LDF	0.9700	0.9555	0.9690	0.9787	0.9871	0.9920	0.9960	0.9980	0.9990

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Reported Loss Development Analysis
Arkansas

Personal Injury Protection

Fiscal
Accident

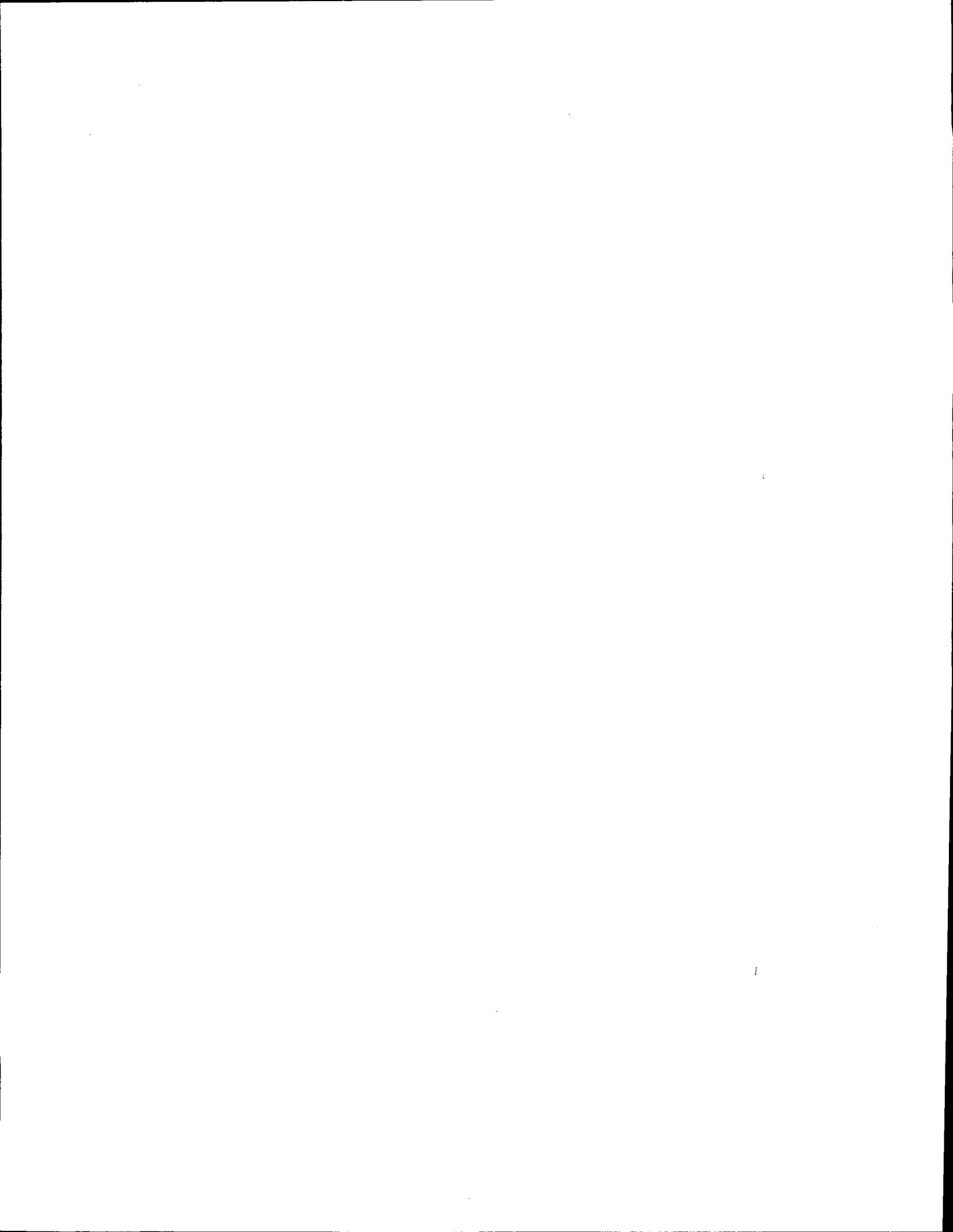
<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	8,528,576	7,326,772	6,815,872	6,547,039	6,469,743	6,454,159	6,423,509	6,423,230	6,417,860	6,417,762
2001	9,102,791	7,492,966	6,909,694	6,753,784	6,670,693	6,628,106	6,607,126	6,598,747	6,594,885	
2002	9,051,368	7,389,768	6,928,299	6,787,697	6,743,161	6,708,890	6,690,451	6,684,340		
2003	9,980,617	8,128,739	7,713,961	7,551,514	7,462,450	7,463,523	7,454,085			
2004	11,005,863	9,277,952	8,836,715	8,558,540	8,479,213	8,428,544				
2005	11,099,535	8,817,531	8,149,849	7,875,710	7,875,478					
2006	10,742,971	8,933,427	8,466,653	8,287,317						
2007	10,076,412	8,514,156	8,119,660							
2008	9,820,110	8,099,572								
2009	9,371,953									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.8591	0.9303	0.9606	0.9882	0.9976	0.9953	1.0000	0.9992	1.0000	
0.8232	0.9222	0.9774	0.9877	0.9936	0.9968	0.9987	0.9994		
0.8164	0.9376	0.9797	0.9934	0.9949	0.9973	0.9991			
0.8145	0.9490	0.9789	0.9882	1.0001	0.9987				
0.8430	0.9524	0.9685	0.9907	0.9940					
0.7944	0.9243	0.9664	1.0000						
0.8316	0.9477	0.9788							
0.8450	0.9537								
0.8248									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
-0.1519	-0.0723	-0.0402	-0.0119	-0.0024	-0.0048	0.0000	-0.0008	0.0000	
-0.1946	-0.0810	-0.0228	-0.0124	-0.0064	-0.0032	-0.0013	-0.0006		
-0.2028	-0.0645	-0.0205	-0.0066	-0.0051	-0.0028	-0.0009			
-0.2052	-0.0524	-0.0213	-0.0119	0.0001	-0.0013				
-0.1708	-0.0487	-0.0320	-0.0093	-0.0060					
-0.2302	-0.0787	-0.0342	0.0000						
-0.1845	-0.0537	-0.0214							
-0.1685	-0.0474								
-0.1926									

<i>Selection of Loss Development Factors</i>									
Avg. 5	-0.1893	-0.0562	-0.0259	-0.0080	-0.0040	-0.0030	-0.0007	-0.0007	0.0000
Avg. All	-0.1890	-0.0623	-0.0275	-0.0087	-0.0040	-0.0030	-0.0007	-0.0007	0.0000
StDev	0.0233	0.0136	0.0079	0.0048	0.0028	0.0014	0.0006	0.0002	n/a
Selected	-0.1885	-0.0600	-0.0260	-0.0086	-0.0040	-0.0030	-0.0008	-0.0007	0.0000
Age to Age LDF	0.8282	0.9418	0.9743	0.9914	0.9960	0.9970	0.9992	0.9993	1.0000
Cumulative LDF	0.7471	0.9020	0.9578	0.9830	0.9915	0.9955	0.9985	0.9993	1.0000

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Reported Loss Development Analysis
Arkansas

Comprehensive

Fiscal
Accident

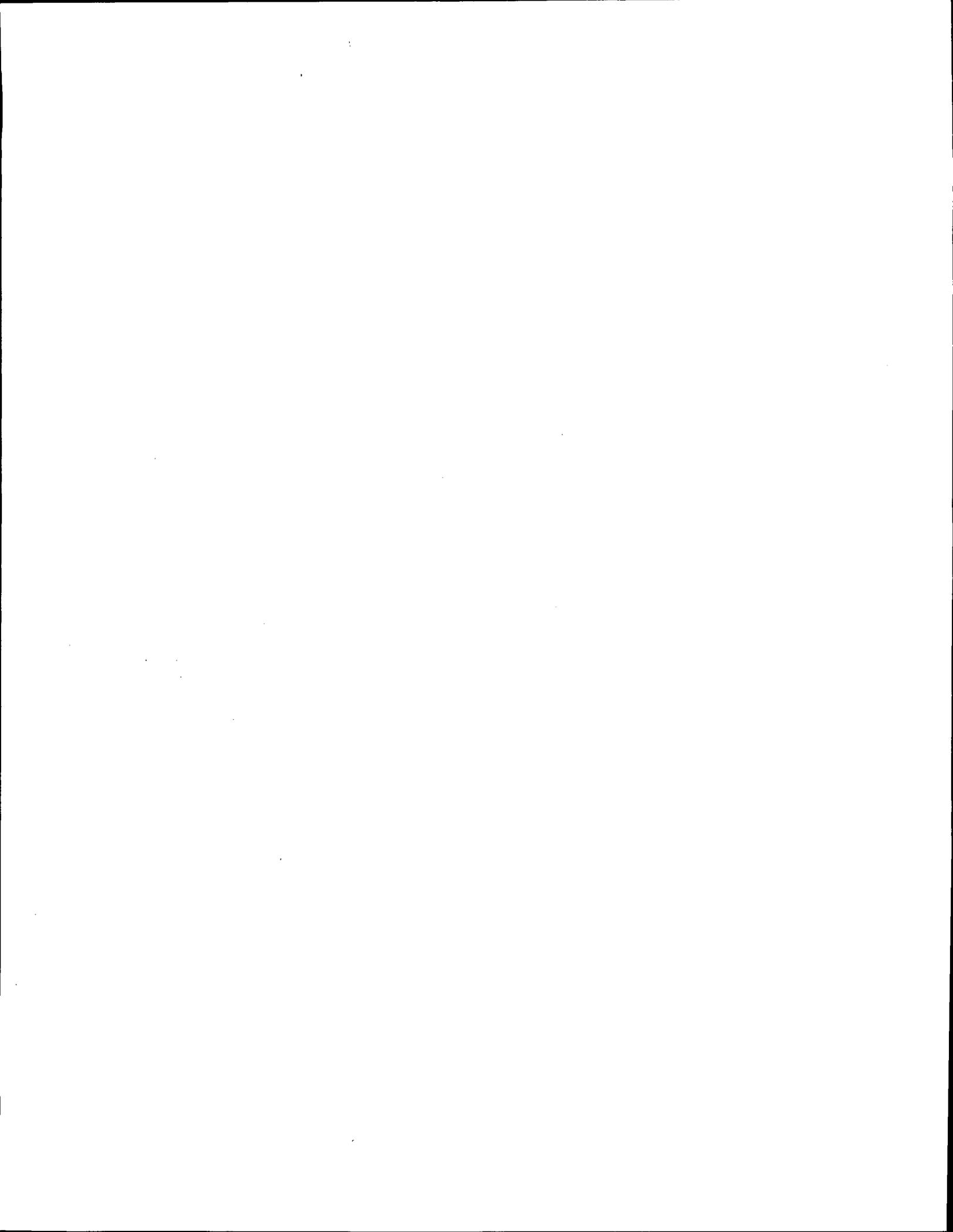
<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	22,530,692	24,215,414	24,195,400	24,200,493	24,195,152	24,186,869	24,142,440	24,142,440	24,143,984	24,143,984
2001	25,251,893	26,934,343	26,960,212	26,982,266	26,983,156	26,918,072	26,917,818	26,915,965	26,914,807	
2002	24,663,901	26,471,967	26,482,270	26,512,822	26,452,946	26,452,035	26,449,494	26,435,239		
2003	21,233,907	22,862,980	22,920,620	22,915,229	22,916,482	22,914,816	22,881,408			
2004	21,286,554	22,313,409	22,299,924	22,298,975	22,297,063	22,288,998				
2005	19,670,962	20,664,539	20,693,454	20,700,628	20,703,015					
2006	19,924,385	20,959,917	20,990,863	20,997,166						
2007	21,494,989	22,360,234	22,389,850							
2008	21,243,594	22,614,251								
2009	24,263,323									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0748	0.9992	1.0002	0.9998	0.9997	0.9982	1.0000	1.0001	1.0000	
1.0666	1.0010	1.0008	1.0000	0.9976	1.0000	0.9999	1.0000		
1.0733	1.0004	1.0012	0.9977	1.0000	0.9999	0.9995			
1.0767	1.0025	0.9998	1.0001	0.9999	0.9985				
1.0482	0.9994	1.0000	0.9999	0.9996					
1.0505	1.0014	1.0003	1.0001						
1.0520	1.0015	1.0003							
1.0403	1.0013								
1.0645									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0721	-0.0008	0.0002	-0.0002	-0.0003	-0.0018	0.0000	0.0001	0.0000	
0.0645	0.0010	0.0008	0.0000	-0.0024	0.0000	-0.0001	0.0000		
0.0707	0.0004	-0.0012	-0.0023	0.0000	-0.0001	-0.0005			
0.0739	0.0025	-0.0002	0.0001	-0.0001	-0.0015				
0.0471	-0.0006	0.0000	-0.0001	-0.0004					
0.0493	0.0014	0.0003	0.0001						
0.0507	0.0015	0.0003							
0.0395	0.0013								
0.0625									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0498	0.0012	0.0003	-0.0004	-0.0006	-0.0009	-0.0002	0.0000	0.0000
Avg. All	0.0589	0.0008	0.0004	-0.0004	-0.0006	-0.0009	-0.0002	0.0000	0.0000
StDev	0.0126	0.0011	0.0005	0.0009	0.0010	0.0009	0.0003	0.0001	n/a
Selected	0.0550	0.0010	0.0030	-0.0008	-0.0005	-0.0005	-0.0003	0.0000	0.0000
Age to Age LDF	1.0565	1.0010	1.0030	0.9992	0.9995	0.9995	0.9997	1.0000	1.0000
Cumulative LDF	1.0585	1.0019	1.0009	0.9979	0.9987	0.9992	0.9997	1.0000	1.0000

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Reported Loss Development Analysis
Arkansas

Collision

Fiscal
Accident

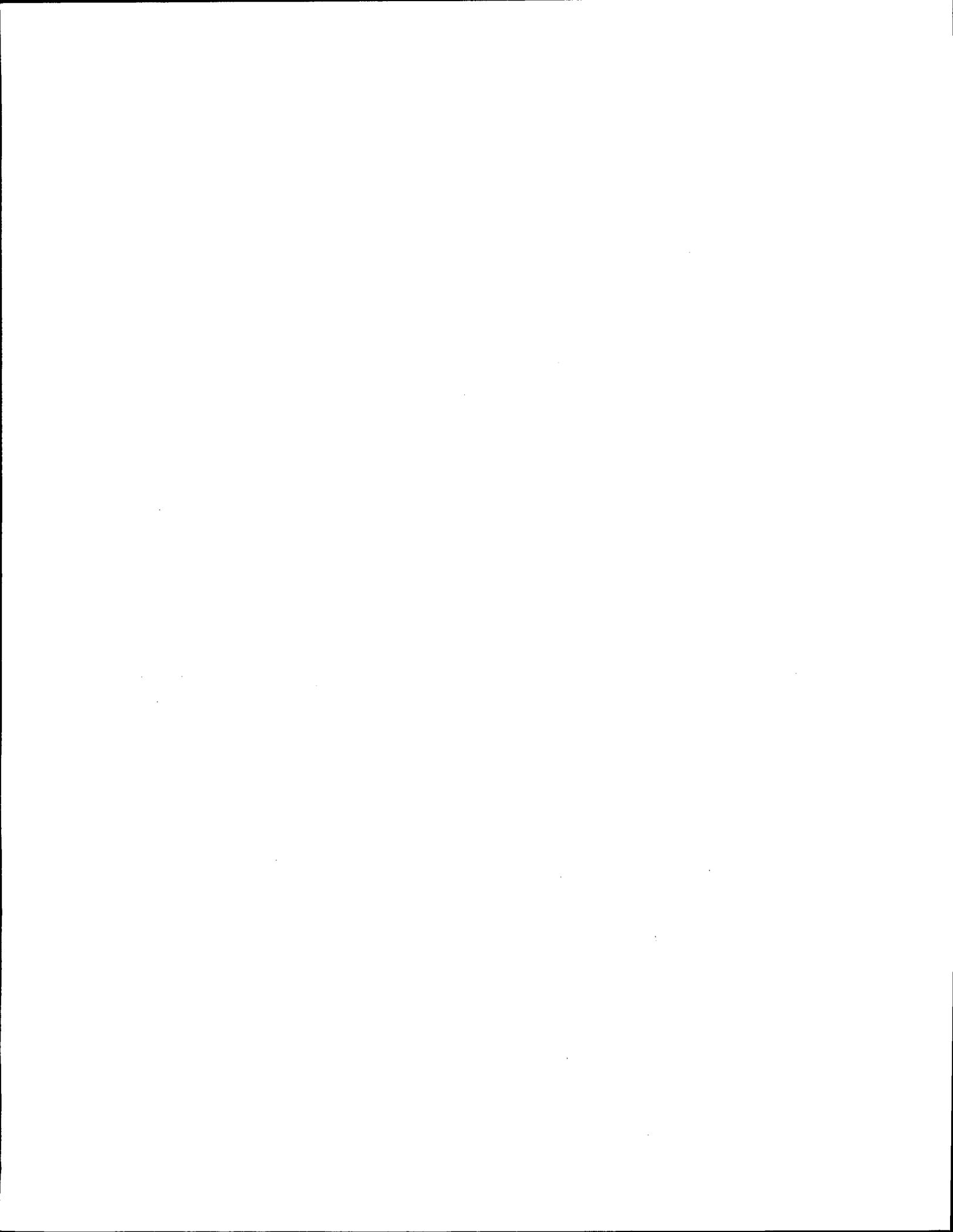
<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	36,283,988	37,035,744	36,863,322	36,809,620	36,787,096	36,780,344	36,693,559	36,691,537	36,686,146	36,679,409
2001	39,500,487	40,814,896	40,541,804	40,481,899	40,441,754	40,329,326	40,317,938	40,313,532	40,306,717	
2002	41,737,071	42,264,828	42,099,496	41,964,235	41,813,662	41,799,648	41,789,268	41,784,813		
2003	41,902,204	42,208,645	41,978,942	41,882,337	41,880,521	41,859,247	41,832,093			
2004	42,231,227	42,575,277	42,412,073	42,362,806	42,316,580	42,298,266				
2005	39,171,779	39,452,615	39,276,896	39,199,661	39,186,178					
2006	40,645,534	40,614,658	40,401,843	40,352,208						
2007	41,425,693	41,806,346	41,711,798							
2008	41,517,449	41,641,957								
2009	40,894,914									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0207	0.9953	0.9985	0.9994	0.9998	0.9976	0.9999	0.9999	0.9998	
1.0333	0.9933	0.9985	0.9990	0.9972	0.9997	0.9999	0.9998		
1.0126	0.9961	0.9968	0.9964	0.9997	0.9998	0.9999			
1.0073	0.9946	0.9977	1.0000	0.9995	0.9994				
1.0081	0.9962	0.9988	0.9989	0.9996					
1.0072	0.9955	0.9980	0.9997						
0.9992	0.9948	0.9988							
1.0092	0.9977								
1.0030									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0205	-0.0047	-0.0015	-0.0006	-0.0002	-0.0024	-0.0001	-0.0001	-0.0002	
0.0327	-0.0067	-0.0015	-0.0010	-0.0028	-0.0003	-0.0001	-0.0002		
0.0126	-0.0039	-0.0032	-0.0036	-0.0003	-0.0002	-0.0001			
0.0073	-0.0055	-0.0023	0.0000	-0.0005	-0.0006				
0.0081	-0.0038	-0.0012	-0.0011	-0.0004					
0.0071	-0.0045	-0.0020	-0.0003						
-0.0008	-0.0053	-0.0012							
0.0091	-0.0023								
0.0030									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0053	-0.0043	-0.0020	-0.0012	-0.0008	-0.0009	-0.0001	-0.0002	-0.0002
Avg. All	0.0111	-0.0046	-0.0018	-0.0011	-0.0008	-0.0009	-0.0001	-0.0002	-0.0002
StDev	0.0100	0.0013	0.0007	0.0013	0.0011	0.0010	0.0000	0.0000	n/a
Selected	0.0100	-0.0042	-0.0020	-0.0010	-0.0010	-0.0005	-0.0003	-0.0002	-0.0002
Age to Age LDF	1.0101	0.9958	0.9980	0.9990	0.9990	0.9995	0.9997	0.9998	0.9998
Cumulative LDF	1.0006	0.9906	0.9948	0.9968	0.9978	0.9988	0.9993	0.9996	0.9998

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Paid Loss Development Analysis
Arkansas

Bodily Injury

Fiscal
Accident

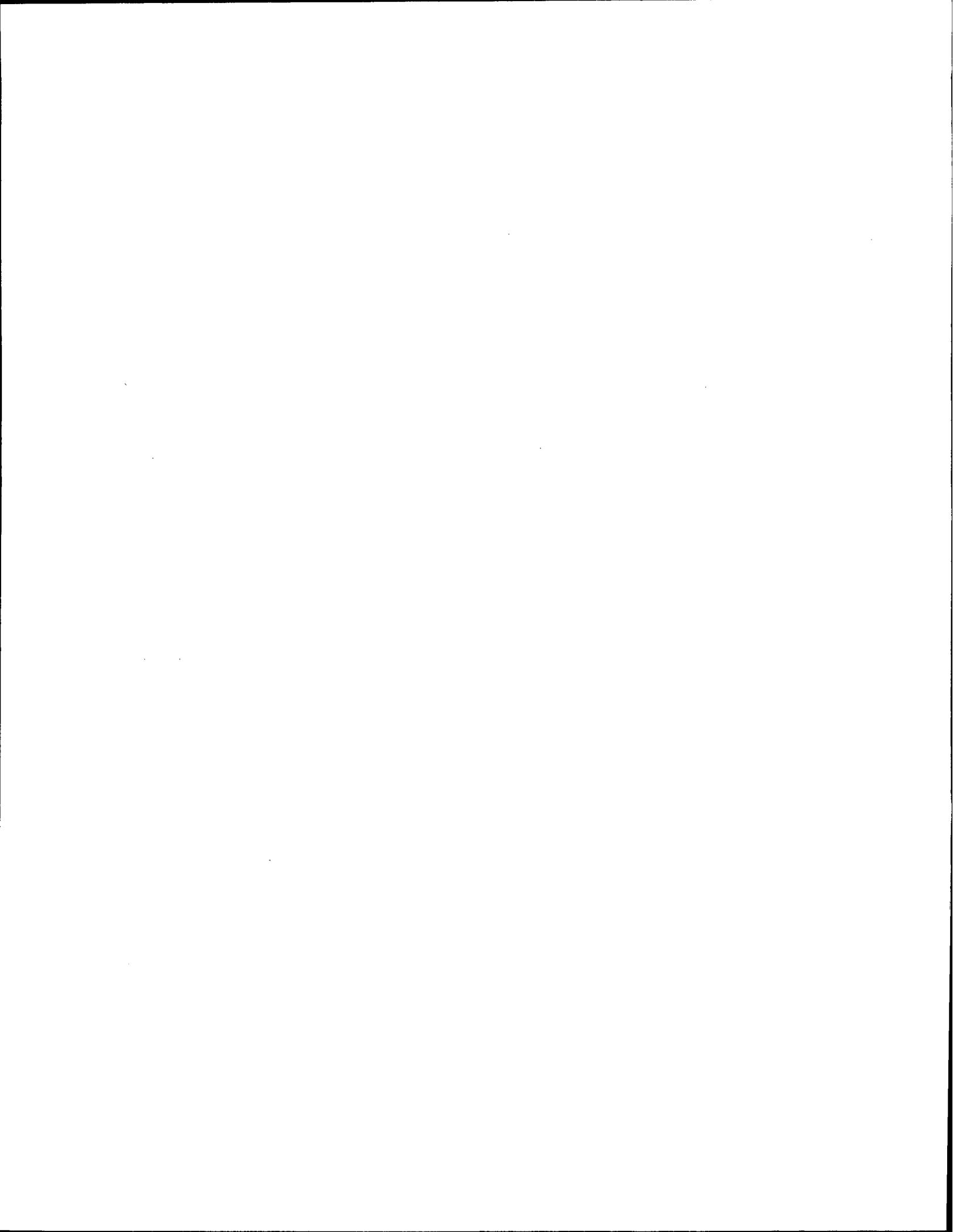
	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	9,540,870	19,708,825	23,924,238	26,868,941	27,569,157	28,243,006	28,654,201	28,719,669	28,809,798	28,816,910
2001	10,126,820	21,985,576	26,261,686	28,805,342	29,374,899	29,663,511	29,924,864	29,976,726	30,010,004	
2002	10,446,464	22,740,593	27,855,379	30,065,186	31,429,401	31,639,648	31,738,602	31,929,256		
2003	12,113,446	23,764,646	28,039,940	30,393,260	31,401,836	31,643,471	31,682,540			
2004	12,166,002	25,774,412	30,390,259	33,215,771	33,902,361	34,730,848				
2005	11,320,984	26,016,313	30,922,016	33,425,984	33,813,846					
2006	11,770,110	25,439,145	29,441,737	31,317,274						
2007	10,695,037	23,404,234	28,171,406							
2008	10,499,378	21,914,059								
2009	9,969,662									

	<i>Age to Age Loss Development Factors</i>								
	<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>
	2.0657	1.2139	1.1231	1.0261	1.0244	1.0146	1.0023	1.0031	1.0002
	2.1710	1.1945	1.0969	1.0198	1.0098	1.0088	1.0017	1.0011	
	2.1769	1.2249	1.0793	1.0454	1.0067	1.0031	1.0060		
	1.9618	1.1799	1.0839	1.0332	1.0077	1.0012			
	2.1186	1.1791	1.0930	1.0207	1.0244				
	2.2981	1.1886	1.0810	1.0116					
	2.1613	1.1573	1.0637						
	2.1883	1.2037							
	2.0872								

	<i>Natural Logarithm of Loss Development Factors</i>								
	<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>
	0.7255	0.1938	0.1161	0.0257	0.0241	0.0145	0.0023	0.0031	0.0002
	0.7752	0.1777	0.0924	0.0196	0.0098	0.0088	0.0017	0.0011	
	0.7779	0.2029	0.0763	0.0444	0.0067	0.0031	0.0060		
	0.6739	0.1654	0.0806	0.0326	0.0077	0.0012			
	0.7507	0.1647	0.0889	0.0205	0.0241				
	0.8321	0.1727	0.0779	0.0115					
	0.7707	0.1461	0.0618						
	0.7831	0.1854							
	0.7358								

	<i>Selection of Loss Development Factors</i>								
Avg. 5	0.7745	0.1669	0.0771	0.0257	0.0145	0.0069	0.0033	0.0021	0.0002
Avg. All	0.7583	0.1761	0.0849	0.0257	0.0145	0.0069	0.0033	0.0021	0.0002
StDev	0.0442	0.0180	0.0169	0.0115	0.0089	0.0060	0.0023	0.0014	n/a
Selected	0.7725	0.1710	0.0820	0.0260	0.0145	0.0070	0.0030	0.0020	0.0002
Age to Age LDF	2.1652	1.1865	1.0855	1.0263	1.0146	1.0070	1.0030	1.0020	1.0002
Cumulative LDF	2.9394	1.3576	1.1442	1.0541	1.0271	1.0123	1.0052	1.0022	1.0002

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**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Paid Loss Development Analysis
Arkansas**

Uninsured Motorist Bodily Injury

Fiscal
Accident

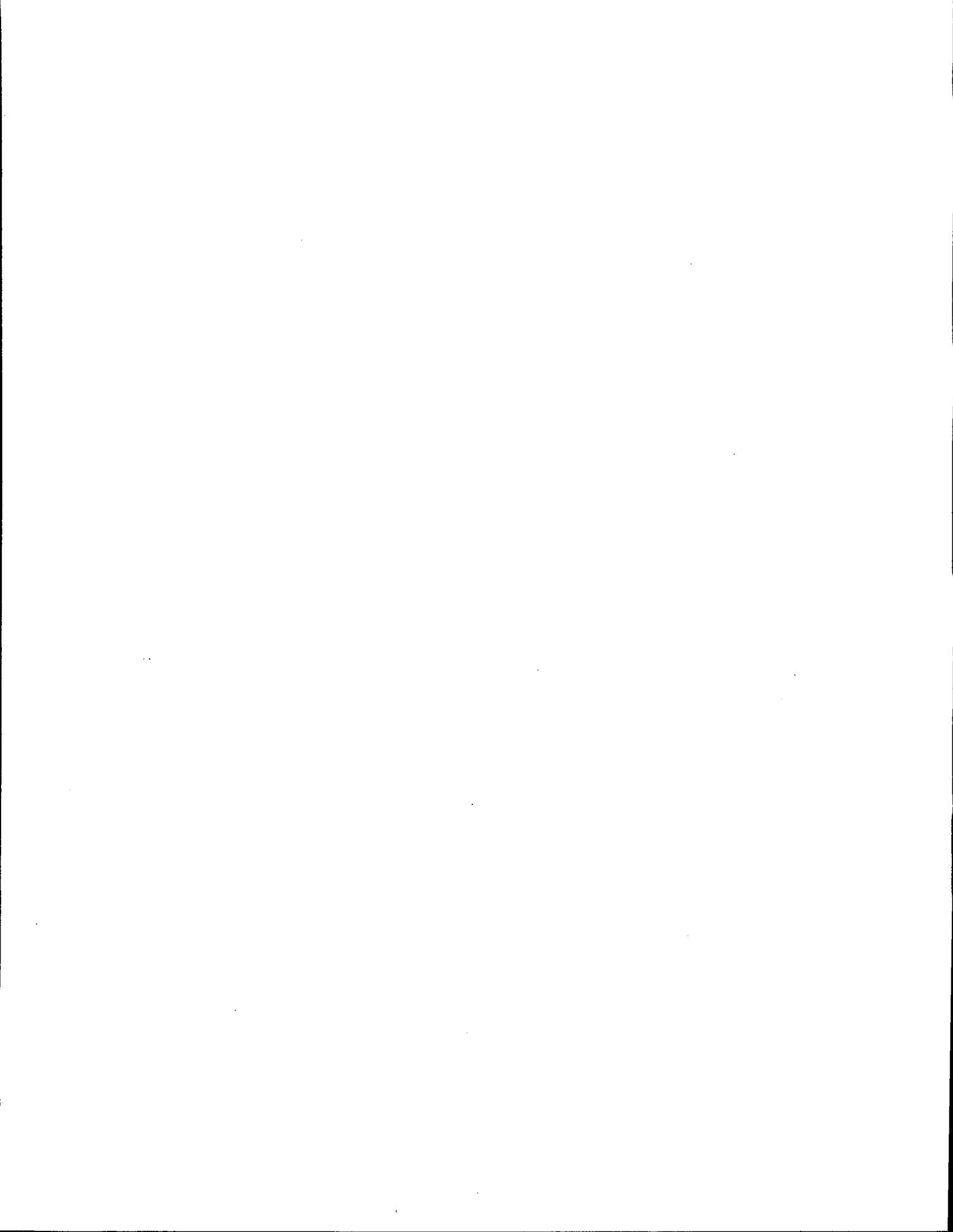
<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	1,409,396	2,840,297	3,978,273	4,684,601	4,879,265	5,066,689	4,953,736	4,948,847	4,944,262	4,943,111
2001	1,124,051	4,350,061	5,418,777	5,931,718	6,167,025	6,363,550	6,352,693	6,348,109	6,344,498	
2002	1,294,106	3,053,571	3,961,143	4,521,979	4,709,320	4,748,318	4,761,373	4,813,531		
2003	1,632,917	4,603,800	5,650,258	6,020,869	6,598,340	6,922,660	6,923,843			
2004	1,985,905	5,265,181	6,919,606	7,680,155	8,028,936	8,049,559				
2005	1,746,420	5,775,772	6,764,276	8,008,044	8,269,127					
2006	2,394,058	5,460,106	6,713,226	7,573,119						
2007	2,657,476	5,547,909	7,105,412							
2008	1,589,898	4,355,398								
2009	1,262,332									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
2.0153	1.4007	1.1775	1.0416	1.0384	0.9777	0.9990	0.9991	0.9998	
3.8700	1.2457	1.0947	1.0397	1.0319	0.9983	0.9993	0.9994		
2.3596	1.2972	1.1416	1.0414	1.0083	1.0027	1.0110			
2.8194	1.2273	1.0656	1.0959	1.0492	1.0002				
2.6513	1.3142	1.1099	1.0454	1.0026					
3.3072	1.1711	1.1839	1.0326						
2.2807	1.2295	1.1281							
2.0877	1.2807								
2.7394									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.7007	0.3369	0.1634	0.0407	0.0377	-0.0225	-0.0010	-0.0009	-0.0002	
1.3533	0.2197	0.0904	0.0389	0.0314	-0.0017	-0.0007	-0.0006		
0.8585	0.2602	0.1324	0.0406	0.0082	0.0027	0.0109			
1.0365	0.2048	0.0635	0.0916	0.0480	0.0002				
0.9750	0.2732	0.1043	0.0444	0.0026					
1.1961	0.1580	0.1688	0.0321						
0.8245	0.2066	0.1205							
0.7360	0.2474								
1.0077									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.9479	0.2180	0.1179	0.0495	0.0256	-0.0053	0.0031	-0.0007	-0.0002
Avg. All	0.9654	0.2384	0.1205	0.0480	0.0256	-0.0053	0.0031	-0.0007	-0.0002
StDev	0.2135	0.0540	0.0381	0.0217	0.0194	0.0116	0.0068	0.0003	n/a
Selected	0.9600	0.2300	0.1200	0.0500	0.0260	-0.0050	0.0030	-0.0008	-0.0002
Age to Age LDF	2.6117	1.2586	1.1275	1.0513	1.0263	0.9950	1.0030	0.9992	0.9998
Cumulative LDF	3.9868	1.5265	1.2129	1.0757	1.0233	0.9970	1.0020	0.9990	0.9998

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Paid Loss Development Analysis
Arkansas

Property Damage

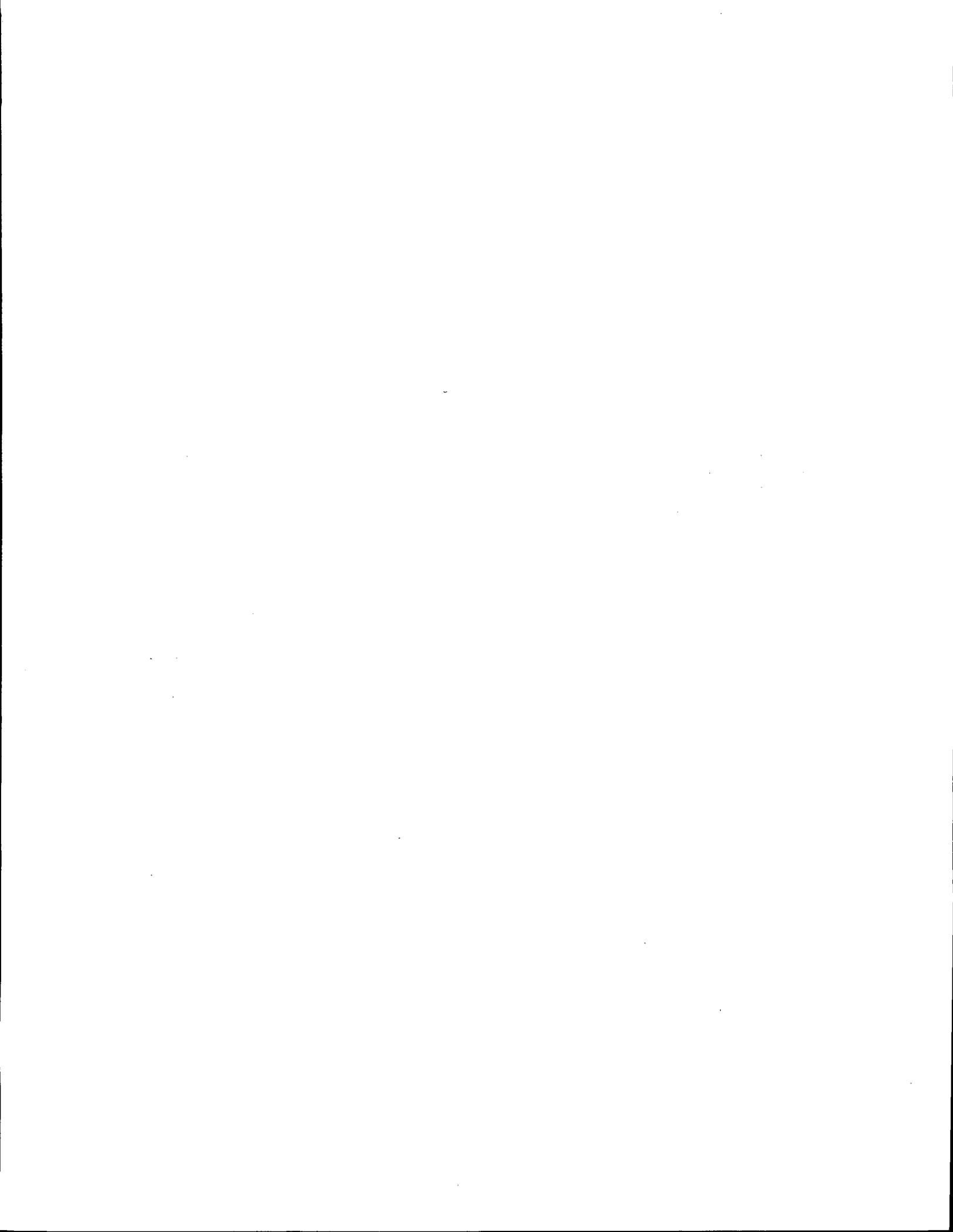
Fiscal Accident Year	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
	@ 1 year	@ 2 years	@ 3 years	@ 4 years	@ 5 years	@ 6 years	@ 7 years	@ 8 years	@ 9 years	@ 10 years
2000	21,247,997	23,449,078	23,570,471	23,641,777	23,647,663	23,679,442	23,573,042	23,573,042	23,573,042	23,573,042
2001	22,576,933	25,577,455	25,806,322	25,884,704	25,897,007	25,833,760	25,834,759	25,835,446	25,835,446	
2002	24,340,211	27,000,150	26,998,990	27,046,468	27,037,257	27,043,592	27,057,568	27,060,622		
2003	25,801,385	28,504,276	28,605,255	28,648,478	28,691,783	28,701,633	28,698,535			
2004	26,463,408	29,359,632	29,512,068	29,595,388	29,604,166	29,608,191				
2005	24,750,924	27,351,987	27,607,495	27,656,393	27,781,499					
2006	25,635,714	27,951,624	28,056,012	28,159,063						
2007	25,518,842	28,045,853	28,245,357							
2008	24,339,390	27,134,451								
2009	24,397,620									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.1036	1.0052	1.0030	1.0002	1.0013	0.9955	1.0000	1.0000	1.0000	1.0000
1.1329	1.0089	1.0030	1.0005	0.9976	1.0000	1.0000	1.0000		
1.1093	1.0000	1.0018	0.9997	1.0002	1.0005	1.0001			
1.1048	1.0035	1.0015	1.0015	1.0003	0.9999				
1.1094	1.0052	1.0028	1.0003	1.0001					
1.1051	1.0093	1.0018	1.0045						
1.0903	1.0037	1.0037							
1.0990	1.0071								
1.1148									

<i>Natural Logarithm of Loss Development Factors</i>								
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	
0.0986	0.0052	0.0030	0.0002	0.0013	-0.0045	0.0000	0.0000	0.0000
0.1248	0.0089	0.0030	0.0005	-0.0024	0.0000	0.0000	0.0000	
0.1037	0.0000	0.0018	-0.0003	0.0002	0.0005	0.0001		
0.0996	0.0035	0.0015	0.0015	0.0003	-0.0001			
0.1039	0.0052	0.0028	0.0003	0.0001				
0.0999	0.0093	0.0018	0.0045					
0.0865	0.0037	0.0037						
0.0944	0.0071							
0.1087								

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0987	0.0058	0.0023	0.0013	-0.0001	-0.0010	0.0000	0.0000	0.0000
Avg. All	0.1022	0.0054	0.0025	0.0011	-0.0001	-0.0010	0.0000	0.0000	0.0000
StDev	0.0105	0.0031	0.0008	0.0018	0.0014	0.0023	0.0001	0.0000	n/a
Selected	0.1000	0.0055	0.0024	0.0013	-0.0005	-0.0005	-0.0001	0.0000	0.0000
Age to Age LDF	1.1052	1.0055	1.0024	1.0013	0.9995	0.9995	0.9999	1.0000	1.0000
Cumulative LDF	1.1142	1.0081	1.0026	1.0002	0.9989	0.9994	0.9999	1.0000	1.0000

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Paid Loss Development Analysis
Arkansas

Uninsured Motorist Property Damage

Fiscal
Accident

<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	1,551,966	1,636,584	1,610,935	1,592,384	1,578,424	1,570,813	1,555,944	1,553,388	1,551,162	1,549,323
2001	1,735,523	1,914,883	1,885,299	1,870,241	1,853,153	1,846,629	1,843,376	1,840,837	1,839,570	
2002	1,954,403	2,070,228	2,039,058	2,016,300	2,001,186	1,990,507	1,983,300	1,978,896		
2003	2,046,623	2,242,556	2,213,790	2,197,550	2,185,856	2,173,762	2,165,913			
2004	2,547,579	2,643,335	2,627,404	2,606,046	2,580,956	2,571,628				
2005	2,573,808	2,650,720	2,602,663	2,566,716	2,542,148					
2006	2,818,367	2,922,740	2,905,263	2,880,511						
2007	2,802,695	2,902,178	2,836,384							
2008	2,990,969	3,114,887								
2009	2,972,817									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0545	0.9843	0.9885	0.9912	0.9952	0.9905	0.9984	0.9986	0.9988	
1.1033	0.9846	0.9920	0.9909	0.9965	0.9982	0.9986	0.9993		
1.0593	0.9849	0.9888	0.9925	0.9947	0.9964	0.9978			
1.0957	0.9872	0.9927	0.9947	0.9945	0.9964				
1.0376	0.9940	0.9919	0.9904	0.9964					
1.0299	0.9819	0.9862	0.9904						
1.0370	0.9940	0.9915							
1.0355	0.9773								
1.0414									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0531	-0.0158	-0.0116	-0.0088	-0.0048	-0.0095	-0.0016	-0.0014	-0.0012	
0.0983	-0.0156	-0.0080	-0.0092	-0.0035	-0.0018	-0.0014	-0.0007		
0.0576	-0.0152	-0.0112	-0.0075	-0.0054	-0.0036	-0.0022			
0.0914	-0.0129	-0.0074	-0.0053	-0.0055	-0.0036				
0.0369	-0.0060	-0.0082	-0.0097	-0.0036					
0.0294	-0.0183	-0.0139	-0.0096						
0.0364	-0.0060	-0.0086							
0.0349	-0.0229								
0.0406									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0356	-0.0132	-0.0098	-0.0083	-0.0046	-0.0046	-0.0017	-0.0011	-0.0012
Avg. All	0.0532	-0.0141	-0.0098	-0.0084	-0.0046	-0.0046	-0.0017	-0.0011	-0.0012
StDev	0.0253	0.0058	0.0024	0.0017	0.0010	0.0034	0.0004	0.0005	n/a
Selected	0.0425	-0.0140	-0.0100	-0.0080	-0.0050	-0.0050	-0.0020	-0.0010	-0.0005
Age to Age LDF	1.0434	0.9861	0.9900	0.9920	0.9950	0.9950	0.9980	0.9990	0.9995
Cumulative LDF	0.9970	0.9555	0.9690	0.9787	0.9866	0.9915	0.9965	0.9985	0.9995

Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Paid Loss Development Analysis
Arkansas

Personal Injury Protection

Fiscal
Accident

	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	5,083,716	6,755,906	6,611,390	6,480,739	6,457,543	6,441,959	6,413,509	6,413,230	6,412,860	6,412,762
2001	5,052,806	6,807,451	6,724,244	6,688,554	6,639,618	6,623,106	6,607,126	6,598,747	6,594,885	
2002	5,283,078	6,956,468	6,782,449	6,751,472	6,712,624	6,702,665	6,690,451	6,684,340		
2003	6,464,680	7,771,075	7,608,834	7,505,489	7,444,705	7,458,523	7,449,085			
2004	7,287,197	8,779,325	8,675,871	8,509,167	8,446,933	8,423,544				
2005	6,706,598	8,202,915	7,955,090	7,789,229	7,819,887					
2006	6,772,708	8,399,405	8,260,228	8,202,543						
2007	6,341,045	7,883,098	7,883,495							
2008	6,406,926	7,700,511								
2009	5,970,239									

	<i>Age to Age Loss Development Factors</i>								
	<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>
	1.3289	0.9786	0.9802	0.9964	0.9976	0.9956	1.0000	0.9999	1.0000
	1.3473	0.9878	0.9947	0.9927	0.9975	0.9976	0.9987	0.9994	
	1.3167	0.9750	0.9954	0.9942	0.9985	0.9982	0.9991		
	1.2021	0.9791	0.9864	0.9919	1.0019	0.9987			
	1.2048	0.9882	0.9808	0.9927	0.9972				
	1.2231	0.9698	0.9792	1.0039					
	1.2402	0.9834	0.9930						
	1.2432	1.0001							
	1.2019								

	<i>Natural Logarithm of Loss Development Factors</i>								
	<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>
	0.2844	-0.0216	-0.0200	-0.0036	-0.0024	-0.0044	0.0000	-0.0001	0.0000
	0.2981	-0.0123	-0.0053	-0.0073	-0.0025	-0.0024	-0.0013	-0.0006	
	0.2752	-0.0253	-0.0046	-0.0058	-0.0015	-0.0018	-0.0009		
	0.1841	-0.0211	-0.0137	-0.0081	0.0019	-0.0013			
	0.1863	-0.0119	-0.0194	-0.0073	-0.0028				
	0.2014	-0.0307	-0.0211	0.0039					
	0.2153	-0.0167	-0.0070						
	0.2177	0.0001							
	0.1839								

	<i>Selection of Loss Development Factors</i>								
Avg. 5	0.2009	-0.0161	-0.0131	-0.0049	-0.0015	-0.0025	-0.0007	-0.0003	0.0000
Avg. All	0.2274	-0.0174	-0.0130	-0.0047	-0.0015	-0.0025	-0.0007	-0.0003	0.0000
StDev	0.0460	0.0095	0.0073	0.0045	0.0019	0.0014	0.0006	0.0004	n/a
Selected	0.2125	-0.0170	-0.0131	-0.0050	-0.0020	-0.0015	-0.0008	-0.0003	0.0000
Age to Age LDF	1.2368	0.9831	0.9870	0.9950	0.9980	0.9985	0.9992	0.9997	1.0000
Cumulative LDF	1.1886	0.9611	0.9776	0.9904	0.9954	0.9974	0.9989	0.9997	1.0000

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Paid Loss Development Analysis
Arkansas

Comprehensive

Fiscal
Accident

<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	22,249,897	24,208,104	24,195,395	24,200,493	24,195,152	24,186,869	24,142,440	24,142,440	24,143,984	24,143,984
2001	24,767,443	26,932,818	26,953,712	26,977,266	26,983,156	26,918,072	26,917,818	26,915,965	26,914,807	
2002	24,270,516	26,467,792	26,481,970	26,512,522	26,452,946	26,452,035	26,449,494	26,435,239		
2003	20,853,051	22,838,540	22,920,620	22,915,229	22,916,482	22,914,816	22,881,408			
2004	20,919,117	22,255,609	22,299,324	22,298,975	22,297,063	22,288,998				
2005	19,319,555	20,663,229	20,693,044	20,700,628	20,703,015					
2006	19,489,420	20,954,517	20,975,063	20,996,366						
2007	21,080,460	22,358,074	22,387,650							
2008	20,709,240	22,610,651								
2009	23,750,183									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0880	0.9995	1.0002	0.9998	0.9997	0.9982	1.0000	1.0001	1.0000	
1.0874	1.0008	1.0009	1.0002	0.9976	1.0000	0.9999	1.0000		
1.0905	1.0005	1.0012	0.9978	1.0000	0.9999	0.9995			
1.0952	1.0036	0.9998	1.0001	0.9999	0.9985				
1.0639	1.0020	1.0000	0.9999	0.9996					
1.0695	1.0014	1.0004	1.0001						
1.0752	1.0010	1.0010							
1.0606	1.0013								
1.0918									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0844	-0.0005	0.0002	-0.0002	-0.0003	-0.0018	0.0000	0.0001	0.0000	
0.0838	0.0008	0.0009	0.0002	-0.0024	0.0000	-0.0001	0.0000		
0.0867	0.0005	0.0012	-0.0022	0.0000	-0.0001	-0.0005			
0.0909	0.0036	-0.0002	0.0001	-0.0001	-0.0015				
0.0619	0.0020	0.0000	-0.0001	-0.0004					
0.0672	0.0014	0.0004	0.0001						
0.0725	0.0010	0.0010							
0.0588	0.0013								
0.0878									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0697	0.0019	0.0005	-0.0004	-0.0006	-0.0009	-0.0002	0.0000	0.0000
Avg. All	0.0771	0.0013	0.0005	-0.0004	-0.0006	-0.0009	-0.0002	0.0000	0.0000
StDev	0.0121	0.0012	0.0005	0.0009	0.0010	0.0009	0.0003	0.0001	n/a
Selected	0.0725	0.0015	0.0005	-0.0004	-0.0007	-0.0009	-0.0003	0.0000	0.0000
Age to Age LDF	1.0752	1.0015	1.0005	0.9996	0.9993	0.9991	0.9997	1.0000	1.0000
Cumulative LDF	1.0749	0.9997	0.9982	0.9977	0.9981	0.9988	0.9997	1.0000	1.0000

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Paid Loss Development Analysis
Arkansas

Collision

Fiscal
Accident

Year	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
	@ 1 year	@ 2 years	@ 3 years	@ 4 years	@ 5 years	@ 6 years	@ 7 years	@ 8 years	@ 9 years	@ 10 years
2000	35,420,753	37,019,199	36,858,292	36,809,620	36,787,096	36,780,344	36,693,559	36,691,537	36,686,146	36,679,409
2001	38,670,445	40,706,326	40,518,404	40,473,499	40,433,754	40,321,276	40,317,938	40,313,532	40,306,717	
2002	40,690,986	42,227,773	42,075,101	41,961,235	41,813,662	41,799,648	41,789,268	41,784,813		
2003	40,819,174	42,184,295	41,977,942	41,881,337	41,879,521	41,858,247	41,831,093			
2004	41,167,483	42,559,225	42,405,271	42,362,806	42,316,580	42,298,266				
2005	38,116,433	39,433,364	39,275,896	39,199,661	39,186,178					
2006	39,256,003	40,591,510	40,401,843	40,352,208						
2007	40,408,742	41,779,346	41,700,186							
2008	40,192,937	41,603,957								
2009	39,816,851									

<i>Age to Age Loss Development Factors</i>									
1 to 2	2 to 3	3 to 4	4 to 5	5 to 6	6 to 7	7 to 8	8 to 9	9 to 10	
1.0451	0.9957	0.9987	0.9994	0.9998	0.9976	0.9999	0.9999	0.9998	
1.0526	0.9954	0.9989	0.9990	0.9972	0.9999	0.9999	0.9998		
1.0378	0.9964	0.9973	0.9965	0.9997	0.9998	0.9999			
1.0334	0.9951	0.9977	1.0000	0.9995	0.9994				
1.0338	0.9964	0.9990	0.9989	0.9996					
1.0346	0.9960	0.9981	0.9997						
1.0340	0.9953	0.9988							
1.0339	0.9981								
1.0351									

<i>Natural Logarithm of Loss Development Factors</i>									
1 to 2	2 to 3	3 to 4	4 to 5	5 to 6	6 to 7	7 to 8	8 to 9	9 to 10	
0.0441	-0.0044	-0.0013	-0.0006	-0.0002	-0.0024	-0.0001	-0.0001	-0.0002	
0.0513	-0.0046	-0.0011	-0.0010	-0.0028	-0.0001	-0.0001	-0.0002		
0.0371	-0.0036	-0.0027	-0.0035	-0.0003	-0.0002	-0.0001			
0.0329	-0.0049	-0.0023	0.0000	-0.0005	-0.0006				
0.0332	-0.0036	-0.0010	-0.0011	-0.0004					
0.0340	-0.0040	-0.0019	-0.0003						
0.0335	-0.0047	-0.0012							
0.0334	-0.0019								
0.0345									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0337	-0.0038	-0.0018	-0.0012	-0.0008	-0.0008	-0.0001	-0.0002	-0.0002
Avg. All	0.0371	-0.0040	-0.0017	-0.0011	-0.0008	-0.0008	-0.0001	-0.0002	-0.0002
StDev	0.0064	0.0010	0.0007	0.0012	0.0011	0.0010	0.0000	0.0000	n/a
Selected	0.0350	-0.0039	-0.0018	-0.0012	-0.0010	-0.0007	-0.0002	-0.0002	-0.0001
Age to Age LDF	1.0356	0.9961	0.9982	0.9988	0.9990	0.9993	0.9998	0.9998	0.9999
Cumulative LDF	1.0262	0.9909	0.9948	0.9966	0.9978	0.9988	0.9995	0.9997	0.9999

**Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Expense Provisions
Arkansas**

Bodily Injury & Uninsured Motorist

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	62,006,180	2,098,624	3.38%	4,304,232	6.94%	1,104,695	1.78%	1,742,909	2.81%
2007	68,876,380	3,289,731	4.78%	4,133,527	6.00%	1,301,640	1.89%	1,904,946	2.77%
2006	<u>69,202,739</u>	<u>3,647,574</u>	<u>5.27%</u>	<u>3,935,081</u>	<u>5.69%</u>	<u>1,268,118</u>	<u>1.83%</u>	<u>1,902,102</u>	<u>2.75%</u>
	200,085,298	9,035,929	4.52%	12,372,840	6.18%	3,674,454	1.84%	5,549,957	2.77%

Property Damage

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	37,433,814	1,610,449	4.30%	2,598,513	6.94%	641,144	1.71%	1,052,213	2.81%
2007	39,972,398	1,887,281	4.72%	2,396,065	5.99%	727,478	1.82%	1,105,535	2.77%
2006	<u>43,222,233</u>	<u>2,279,203</u>	<u>5.27%</u>	<u>2,457,749</u>	<u>5.69%</u>	<u>772,474</u>	<u>1.79%</u>	<u>1,188,003</u>	<u>2.75%</u>
	120,628,444	5,776,933	4.79%	7,452,327	6.18%	2,141,096	1.77%	3,345,752	2.77%

Personal Injury Protection

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	10,224,520	337,435	3.30%	709,747	6.94%	182,752	1.79%	287,397	2.81%
2007	10,644,650	507,462	4.77%	638,710	6.00%	201,758	1.90%	294,404	2.77%
2006	<u>10,819,613</u>	<u>570,378</u>	<u>5.27%</u>	<u>615,236</u>	<u>5.69%</u>	<u>198,619</u>	<u>1.84%</u>	<u>297,387</u>	<u>2.75%</u>
	31,688,782	1,415,275	4.47%	1,963,694	6.20%	583,129	1.84%	879,188	2.77%

Comprehensive

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	38,048,463	5,825,886	15.31%	2,641,179	6.94%	642,065	1.69%	1,101,575	2.90%
2007	38,850,724	1,823,937	4.69%	2,327,607	5.99%	697,151	1.79%	1,106,748	2.85%
2006	<u>43,332,977</u>	<u>2,286,618</u>	<u>5.28%</u>	<u>2,464,047</u>	<u>5.69%</u>	<u>767,342</u>	<u>1.77%</u>	<u>1,226,779</u>	<u>2.83%</u>
	120,232,163	9,936,441	8.26%	7,432,832	6.18%	2,106,558	1.75%	3,435,101	2.86%

Collision

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	56,401,395	4,683,040	8.30%	3,915,170	6.94%	957,342	1.70%	1,632,927	2.90%
2007	57,055,493	2,714,598	4.76%	3,422,818	6.00%	1,029,520	1.80%	1,625,351	2.85%
2006	<u>58,726,492</u>	<u>3,096,529</u>	<u>5.27%</u>	<u>3,339,369</u>	<u>5.69%</u>	<u>1,043,702</u>	<u>1.78%</u>	<u>1,662,577</u>	<u>2.83%</u>
	172,183,380	10,494,167	6.09%	10,677,357	6.20%	3,030,564	1.76%	4,920,854	2.86%

Selected Expense Provisions

Fixed Weight	50.00%	100.00%	100.00%	0.00%
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<u>Coverage</u>	<u>Commission & Brokerage</u>	<u>Other Acquisition</u>	<u>General Expense</u>	<u>Taxes</u>	<u>Fixed Expense Provision</u>	<u>Variable Expense Provision</u>
	<i>Bodily Injury & UM</i>	4.50%	6.19%	1.78%	2.80%	10.22%
<i>Property Damage</i>	4.50%	6.19%	1.78%	2.80%	10.22%	5.05%
<i>Medical Payments</i>	4.50%	6.19%	1.78%	2.80%	10.22%	5.05%
<i>Comprehensive</i>	12.00%	6.19%	1.78%	2.80%	13.97%	8.80%
<i>Collision</i>	8.00%	6.19%	1.78%	2.80%	11.97%	6.80%

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Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Effective Federal Tax Rate on Investment Income

Income Source	Effective Federal Tax Rate	2004 Income Earned	2005 Income Earned	2006 Income Earned	2007 Income Earned	2008 Income Earned
1. U.S. Government Bonds	35.00%	6,192,699	4,336,526	1,621,240	5,007,647	543,480
2. Bonds exempt from U.S. tax	5.25%	68,115,822	70,181,495	59,894,961	62,280,939	67,720,463
3. Other bonds	35.00%	2,759,592	3,578,384	6,765,071	8,768,851	4,514,840
4. Preferred stocks	16.63%	63,533	60,523	376,957	109,831	47,090
5. Common stocks	16.63%	2,502,565	3,514,954	5,473,330	3,111,790	4,082,568
6. Mortgage loans	35.00%	969,288	912,860	1,042,038	929,838	814,198
7. Real Estate	35.00%	1,801,263	1,985,407	2,675,701	2,709,534	2,464,256
8. Short-term investments	35.00%	21,494	21,181	1,650,879	2,954,322	973,101
9. Other invested assets	35.00%	644,860	1,510,492	2,551,060	3,377,627	3,347,693
10. Realized capital gains	35.00%	10,656,357	12,818,228	3,278,155	15,542,759	(1,781,167)
11. Aggregate Write-Ins	35.00%	(280,498)	(196,803)	(255,211)	(239,403)	(450,148)
11. TOTAL		93,727,473	98,920,050	85,329,392	104,793,138	82,726,522
12. Investment expenses and depreciation	-35.00%	3,295,538	3,516,064	3,554,843	3,921,701	3,532,582
13. Net Investment Gain or (Loss)		90,431,935	95,403,986	81,774,549	100,871,437	79,193,940
14. Effective Federal Tax Rate on Investment Income		12.07%	12.43%	11.90%	16.04%	8.60%

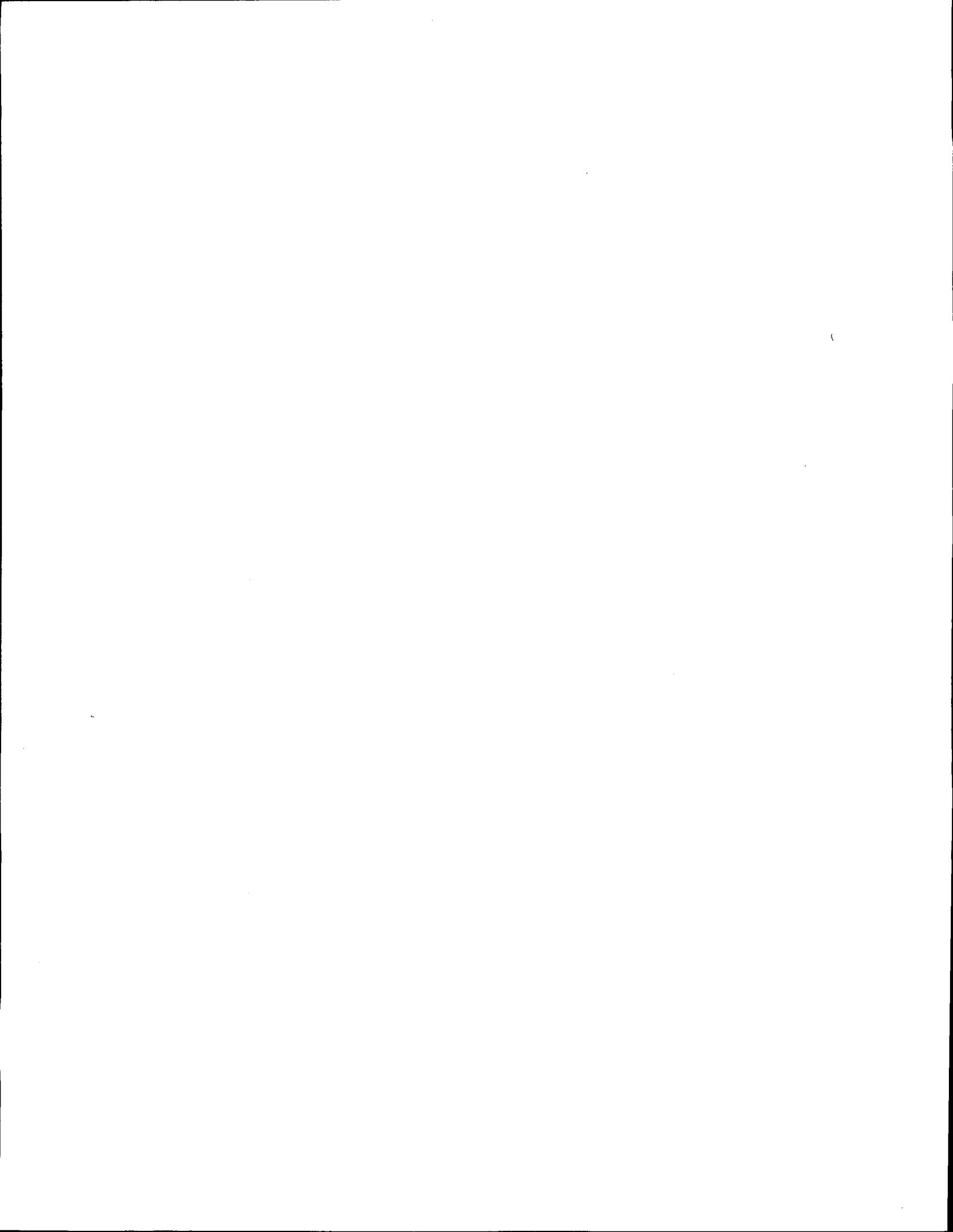
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**Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model**

Net Effective Rate of Return

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
1. Net Interest, Dividends, and Real Estate Income	83,071,116	86,101,822	82,051,237	89,250,379	84,507,689	84,507,689
2. Realized Capital Gains (Losses)	10,656,357	12,818,228	3,278,155	15,542,759	-1,781,167	-1,781,167
3. Total Investment Gain (Loss)	93,727,473	98,920,050	85,329,392	104,793,138	82,726,522	82,726,522
4. Adjustment for Affiliate Income	0	0	0	0	0	0
5. Net Investment Income	93,727,473	98,920,050	85,329,392	104,793,138	82,726,522	82,726,522
6a. Assets available for investment at 12/31	1,742,745,705	1,904,987,467	1,818,580,105	1,856,107,428	1,984,802,109	1,174,110,648
6b. Mean assets available for investment	1,823,866,586	1,861,783,786	1,837,343,767	1,920,454,769	1,579,456,379	1,579,456,379
7. Pre-tax investment yield [(5) / (6)]	5.14%	5.31%	4.64%	5.46%	5.24%	5.24%
8. Effective Federal tax rate (Page 2, Line 14)	12.07%	12.43%	11.90%	16.04%	8.60%	8.60%
9. Post-tax investment yield [(7) / { 1 - (8) }]	4.52%	4.65%	4.09%	4.58%	4.79%	4.79%
10. Selected Investment Yield						4.50%

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Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Calculation of Policyholder-Supplied Funds
Automobile

	2007	2008	2008 Mean Premium Reserve	Liability	Physical Damage
1. Unearned Premium Reserve	181,624,172	180,793,488	181,208,830	150,335,465	147,152,373
2. Earned Premium	662,861,545	560,564,864	611,713,204		
3. Prepaid Acquisition Expense Ratio	10.63%	18.11%	10.63%		
4. Adjusted UEPR Ratio [$\{(1)/(2)\} \times \{1.0 - (3)\}$]	24.43%	21.96%	24.43%		
5. Premiums Receivable (000)	80,646	87,873	84,260	71,164	67,087
6. Premiums Receivable Ratio [$(5)/(2)$]	12.71%	12.69%	12.71%		
7. Permissible Loss Ratio	76.85%	77.61%	76.85%		
8. Loss Reserves	353,654,568	349,558,097	351,606,333	22,711,268	27,133,501
9. LAE Reserves	64,683,872	64,560,865	64,622,369	6,478,970	7,402,129
10. Incurred Loss	439,917,607	404,109,715	422,000,000	6,940,550	
11. Reserve Ratio [$(7) \times \{(8)+(9)\} / (10)$]	67.87%	6.90%	67.87%		
12. Policyholder-Supplied Funds (as a percent of premium) [$(4) - (6) + (11)$]	80.27%	18.79%	80.27%		

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Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Calculation of Premium to Surplus Ratios
Automobile

Calculation of Premium to Surplus Ratio

		<u>Liability</u>	<u>Physical Damage</u>
1. Surplus Allocations (IEE)	2007	57.91%	34.13%
	2008	60.00%	30.94%
2. Allocated Policyholders' Surplus	2007	943,192,573	555,839,626
	2008	951,474,457	490,628,689
	Mean	947,333,515	523,234,157
4. Earned Premium		662,861,545	560,564,864
5. Premium to Surplus Ratio		69.97%	107.13%

Calculation of Income from Finance and Service Fees

1. Finance and Service Charges	2007	5,954,586
	2008	5,799,457
	Mean	5,877,022
2. Earned Premium	2007	1,210,585,361
	2008	1,223,426,409
	Mean	1,217,005,885
3. Income Tax Adjustment		65.00%
4. Finance and Service Charge Ratio		0.31%

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Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Calculation of Required Underwriting Profit Provision
Automobile

	Liability	Physical Damage
1. Target rate of return	11.00%	11.00%
2. Premium to surplus ratio	69.97%	107.13%
3. Required return as a percent of premium [(1) / (2)]	15.72%	10.27%
4. Policyholder-supplied funds as a percent of premium	80.27%	18.79%
5. After-tax return on investments	4.50%	4.50%
6. Investment return on PHSF as a percent of premium [(4) x (5)]	3.61%	0.85%
7. Surplus to premium ratio	142.92%	93.34%
8. Investment return on surplus as a percent of premium [(5) x (7)]	6.43%	4.20%
9. Finance and Service Charge Ratio	0.31%	0.31%
10. Required post-tax underwriting profit provision [(3) - (6) - (8) - (9)]	5.08%	4.80%
11. Underwriting tax provisional factor	1.5385	1.5385
12. Required pre-tax underwriting profit provision [(10) x (11)]	7.81%	7.39%
13. Selected Profit and Contingencies Provision	3.00%	6.00%

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Adjusting & Other Loss Adjustment Expense Loads
Arkansas

Bodily Injury & Uninsured Motorist

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	45,800,390	48,270,347	45,508,625	41,551,419	41,048,190	
2. Paid A&OE	4,838,125	5,072,713	4,722,727	4,698,615	4,386,990	
3. Factor { 1 + [2]/[1] }	1.1056	1.1051	1.1038	1.1131	1.1069	1.1069
						Selected A&OE Load: 1.1070

Property Damage

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	29,430,247	28,702,742	28,588,494	27,984,736	26,994,105	
2. Paid A&OE	5,606,824	5,521,815	5,360,299	5,912,837	5,144,863	
3. Factor { 1 + [2]/[1] }	1.1905	1.1924	1.1875	1.2113	1.1906	1.1945
						Selected A&OE Load: 1.1945

Personal Injury Protection

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	8,957,042	8,353,862	7,621,786	7,718,425	7,410,705	
2. Paid A&OE	652,317	609,480	543,612	612,720	553,221	
3. Factor { 1 + [2]/[1] }	1.0728	1.0730	1.0713	1.0794	1.0747	1.0742
						Selected A&OE Load: 1.0740

Comprehensive

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	24,968,565	24,269,079	31,390,440	22,918,855	39,840,515	
2. Paid A&OE	6,082,328	5,854,825	6,205,121	5,785,555	4,722,893	
3. Factor { 1 + [2]/[1] }	1.2436	1.2412	1.1977	1.2524	1.1185	1.2107
						Selected A&OE Load: 1.1300

Collision

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	42,475,359	40,853,646	41,588,374	41,053,131	41,071,380	
2. Paid A&OE	5,646,476	5,420,731	5,219,965	5,861,889	3,877,989	
3. Factor { 1 + [2]/[1] }	1.1329	1.1327	1.1255	1.1428	1.0944	1.1257
						Selected A&OE Load: 1.0950



Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Calculation of Catastrophe Load
Arkansas

Comprehensive

Fiscal Accident Year	Catastrophe Losses	Trend Period	Trend Factor	Trended Catastrophe Losses
2000	3,469,927	10.92	1.040	5,324,458
2001	215,162	9.92	1.040	317,458
2002	4,240,473	8.92	1.040	6,015,929
2003	5,889,632	7.92	1.040	8,034,210
2004	4,668,067	6.92	1.040	6,122,923
2005	2,052,608	5.92	1.040	2,588,775
2006	4,284,283	4.92	1.040	5,195,570
2007	6,657,958	3.92	1.040	7,763,593
2008	3,775,852	2.92	1.040	4,233,536
2009	<u>11,290,267</u>	1.92	1.040	<u>12,171,924</u>
	46,544,229			57,768,377

Average: 5,776,838

LAE Factor: 1.1

Expected Cat Losses: 6,354,522

On Level Earned Premium: 38,976,685

Indicated Cat Load: 16.30%

Selected Cat Load: **14.00%**

Southern Farm Bureau Casualty Insurance Company
Territorial Analysis - Arkansas
Bodily Injury

Territory	Territory Description	Base Premium Dist	Loss Ratio	Adjusted Loss Ratio	Indicated Factor	Current Factor	Credibility	Credibility Weighted Indicated Factor	Indicated Factor Change	Selected Factor	Change
1	<i>Pulaski County, Out of State</i>	7.1%	60.17%	82.82%	1.2415	1.3600	43.26%	1.3087	-3.77%	1.3400	-1.47%
2	<i>Crittenden County</i>	2.3%	63.71%	75.94%	1.1383	1.1800	26.31%	1.1690	-0.93%	1.1800	0.00%
6	<i>Union County</i>	1.9%	48.65%	51.22%	0.7677	1.0300	25.74%	0.9625	-6.55%	1.0000	-2.91%
7	<i>Crawford County</i>	1.7%	73.48%	77.44%	1.1607	1.0600	24.25%	1.0844	2.31%	1.0600	0.00%
9	<i>Benton and Washington Counties</i>	7.3%	71.32%	64.01%	0.9595	0.9000	54.08%	0.9322	3.57%	0.9200	2.22%
10	<i>Franklin and Sebastian Counties</i>	3.1%	69.17%	62.08%	0.9305	0.9000	35.57%	0.9109	1.21%	0.9000	0.00%
11	<i>Miller County</i>	1.8%	57.83%	61.73%	0.9253	1.0700	24.57%	1.0344	-3.32%	1.0700	0.00%
12	<i>Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, and Sevier Counties</i>	11.2%	37.76%	32.74%	0.4907	0.8500	68.34%	0.6045	-28.89%	0.8000	-5.88%
13	<i>Ashley, Chicot, Desha, Drew, Lincoln, and Phillips Counties</i>	6.1%	73.88%	74.49%	1.1166	1.0500	47.45%	1.0816	3.01%	1.0800	2.86%
14	<i>Garland, Grant, and Hot Spring Counties</i>	3.7%	52.95%	53.13%	0.7964	1.0000	36.32%	0.9261	-7.39%	0.9300	-7.00%
15	<i>Conway, Faulkner, Lonoke, Perry, and Saline Counties</i>	13.0%	62.31%	62.85%	0.9421	1.0000	68.55%	0.9605	-3.95%	0.9800	-2.00%
16	<i>Jefferson County</i>	2.3%	63.53%	74.74%	1.1203	1.1700	26.92%	1.1566	-1.14%	1.1700	0.00%
17	<i>Craighead, Cross, Lee, Mississippi, Poinsett, and St. Francis Counties</i>	10.2%	61.28%	66.26%	0.9932	1.0600	58.96%	1.0206	-3.71%	1.0400	-1.89%
18	<i>Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, and Woodruff Counties</i>	16.6%	66.71%	66.71%	1.0000	1.0000	77.84%	1.0000	0.00%	1.0000	0.00%
19	<i>Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searcy, Van Buren, and Yell Counties</i>	11.6%	61.85%	51.27%	0.7685	0.8100	71.55%	0.7803	-3.67%	0.7900	-2.47%
Total		100.0%	61.15%	60.31%	0.9043	0.9797				0.9656	-1.44%

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Southern Farm Bureau Casualty Insurance Company
Territorial Analysis - Arkansas
Uninsured Motorist Bodily Injury

Territory	Territory Description	Base Premium Dist	Loss Ratio	Adjusted Loss Ratio	Indicated Factor	Current Factor	Credibility	Credibility Weighted Indicated Factor	Indicated Factor Change	Selected Factor	Change
1	<i>Pulaski County, Out of State</i>	5.4%	46.05%	53.73%	0.9048	1.1700	25.99%	1.1011	-5.89%	1.1500	-1.71%
2	<i>Crittenden County</i>	1.9%	88.89%	95.94%	1.6156	1.0900	15.29%	1.1703	7.37%	1.1200	2.75%
6	<i>Union County</i>	1.5%	41.81%	41.81%	0.7040	1.0000	13.85%	0.9590	-4.10%	1.0000	0.00%
7	<i>Crawford County</i>	1.6%	46.66%	53.27%	0.8971	1.1500	14.05%	1.1145	-3.09%	1.1500	0.00%
9	<i>Beaton and Washington Counties</i>	8.0%	51.84%	51.33%	0.8643	0.9900	31.50%	0.9504	-4.00%	0.9900	0.00%
10	<i>Franklin and Sebastian Counties</i>	3.0%	56.03%	55.16%	0.9289	0.9900	19.49%	0.9781	-1.20%	0.9900	0.00%
11	<i>Miller County</i>	1.6%	62.38%	65.39%	1.1011	1.1000	14.00%	1.1002	0.01%	1.1000	0.00%
12	<i>Bradley, Calhoun Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, and Sevier Counties</i>	11.7%	31.08%	30.09%	0.5067	0.9200	38.49%	0.7609	-17.29%	0.8800	-4.35%
13	<i>Ashley, Chicot, Desha, Drew, Lincoln, and Phillips Counties</i>	6.9%	71.85%	75.24%	1.2670	1.1100	29.23%	1.1559	4.13%	1.1400	2.70%
14	<i>Garland, Grant, and Hot Spring Counties</i>	3.5%	81.83%	86.69%	1.4598	1.0400	21.01%	1.1282	8.48%	1.0400	0.00%
15	<i>Conway, Faulkner, Lonoke, Perry, and Saline Counties</i>	12.2%	56.34%	63.26%	1.0653	1.1500	39.17%	1.1168	-2.89%	1.1500	0.00%
16	<i>Jefferson County</i>	2.1%	53.45%	50.99%	0.8587	0.9700	16.09%	0.9521	-1.85%	0.9700	0.00%
17	<i>Creighthead, Cross Lee, Mississippi, Poinsett, and St. Francis Counties</i>	10.5%	54.09%	56.35%	0.9488	1.0500	36.39%	1.0132	-3.51%	1.0500	0.00%
18	<i>Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, and Woodruff Counties</i>	17.2%	59.38%	59.38%	1.0000	1.0000	46.70%	1.0000	0.00%	1.0000	0.00%
19	<i>Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searcy, Van Buren, and Yell Counties</i>	13.0%	55.66%	57.02%	0.9602	1.0300	40.43%	1.0018	-2.74%	1.0300	0.00%
Total		100.0%	55.04%	56.98%	0.9603	1.0402				1.0370	-0.30%

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Southern Farm Bureau Casualty Insurance Company
Territorial Analysis - Arkansas
Property Damage

Territory	Territory Description	Base Premium Dist	Loss Ratio	Adjusted Loss Ratio	Indicated Factor	Current Factor	Credibility	Credibility Weighted Indicated Factor	Indicated Factor Change	Selected Factor	Change
1	<i>Pulaski County, Out of State</i>	4.9%	68.01%	102.04%	1.5360	1.4900	44.01%	1.5102	1.36%	1.4900	0.00%
2	<i>Crittenden County</i>	1.9%	77.34%	88.90%	1.3381	1.1600	26.87%	1.2079	4.13%	1.1800	1.72%
6	<i>Union County</i>	1.9%	64.62%	69.51%	1.0463	1.0700	27.31%	1.0635	-0.60%	1.0700	0.00%
7	<i>Crawford County</i>	1.7%	78.30%	85.29%	1.2838	1.1200	25.68%	1.1621	3.76%	1.1200	0.00%
9	<i>Benton and Washington Counties</i>	7.8%	75.39%	80.42%	1.2104	1.1000	55.07%	1.1608	5.53%	1.1000	0.00%
10	<i>Franklin and Sebastian Counties</i>	3.5%	71.61%	72.26%	1.0876	1.0000	37.25%	1.0327	3.27%	1.0000	0.00%
11	<i>Miller County</i>	1.8%	79.54%	84.77%	1.2759	1.0600	26.16%	1.1165	5.33%	1.0900	2.83%
12	<i>Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, and Sevier Counties</i>	13.3%	66.42%	58.61%	0.8822	0.8800	71.86%	0.8816	0.18%	0.8800	0.00%
13	<i>Ashley, Chicot, Desha, Drew, Lincoln, and Phillips Counties</i>	5.9%	64.39%	66.47%	1.0005	1.0300	48.10%	1.0158	-1.38%	1.0300	0.00%
14	<i>Garland, Grant, and Hot Spring Counties</i>	3.5%	71.73%	75.03%	1.1294	1.0600	37.42%	1.0860	2.45%	1.0600	0.00%
15	<i>Conway, Faulkner, Lonoke, Perry, and Saline Counties</i>	12.7%	73.22%	80.34%	1.2093	1.1200	70.07%	1.1826	5.59%	1.1500	2.68%
16	<i>Jefferson County</i>	2.0%	59.14%	62.49%	0.9406	1.0200	27.57%	0.9981	-2.15%	1.0200	0.00%
17	<i>Craighead, Cross, Lee, Mississippi, Poinsett, and St. Francis Counties</i>	8.9%	70.06%	73.99%	1.1137	1.0700	58.91%	1.0958	2.41%	1.0700	0.00%
18	<i>Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, and Woodruff Counties</i>	16.0%	66.44%	66.44%	1.0000	1.0000	78.64%	1.0000	0.00%	1.0000	0.00%
19	<i>Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searcy, Van Buren, and Yell Counties</i>	14.2%	65.62%	59.06%	0.8889	0.9000	74.14%	0.8918	-0.91%	0.9000	0.00%
Total		100.0%	69.16%	71.21%	1.0714	1.0348				1.0395	0.46%

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Southern Farm Bureau Casualty Insurance Company
Territorial Analysis - Arkansas
Uninsured Motorist Property Damage

Territory	Territory Description	Base Premium Dist	Loss Ratio	Adjusted Loss Ratio	Indicated Factor	Current Factor	Credibility	Weighted Indicated Factor	Indicated Factor Change	Selected Factor	Change
1	<i>Pulaski County, Out of State</i>	5.0%	103.97%	123.39%	2.1673	1.2600	18.70%	1.4296	13.46%	1.2500	2.38%
2	<i>Crittenden County</i>	1.8%	76.38%	82.49%	1.4489	1.0800	11.08%	1.1209	3.78%	1.0800	0.00%
6	<i>Union County</i>	1.7%	88.66%	89.41%	1.5704	1.0300	10.95%	1.0892	5.75%	1.0500	1.94%
7	<i>Crawford County</i>	1.6%	78.39%	90.17%	1.5838	1.1800	10.53%	1.2225	3.60%	1.1800	0.00%
9	<i>Benton and Washington Counties</i>	7.5%	56.47%	56.17%	0.9865	1.0000	22.87%	0.9969	-0.31%	1.0000	0.00%
10	<i>Franklin and Sebastian Counties</i>	3.2%	77.50%	76.10%	1.3367	0.9900	15.01%	1.0420	5.26%	0.9900	0.00%
11	<i>Miller County</i>	1.6%	122.71%	127.33%	2.2365	1.0700	10.57%	1.1933	11.52%	1.1000	2.80%
12	<i>Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, and Sevier Counties</i>	12.1%	52.38%	52.61%	0.9241	1.0100	29.17%	0.9850	-2.48%	1.0100	0.00%
13	<i>Ashley, Chicot, Desha, Drew, Lincoln, and Phillips Counties</i>	7.1%	49.25%	49.25%	0.8650	1.0000	21.62%	0.9708	-2.92%	1.0000	0.00%
14	<i>Garland, Grant, and Hot Spring Counties</i>	3.4%	54.83%	59.71%	1.0488	1.1000	15.58%	1.0920	-0.73%	1.1000	0.00%
15	<i>Conway, Faulkner, Lonoke, Perry, and Saline Counties</i>	12.7%	60.24%	66.38%	1.1660	1.1100	29.19%	1.1263	1.47%	1.1100	0.00%
16	<i>Jefferson County</i>	2.0%	77.94%	75.69%	1.3294	0.9900	11.66%	1.0296	4.00%	0.9900	0.00%
17	<i>Craighead, Cross, Lee, Mississippi, Poinsett, and St. Francis Counties</i>	9.8%	49.87%	51.37%	0.9022	1.0300	25.63%	0.9973	-3.18%	1.0300	0.00%
18	<i>Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, and Woodruff Counties</i>	16.3%	56.93%	56.93%	1.0000	1.0000	33.17%	1.0000	0.00%	1.0000	0.00%
19	<i>Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searey, Van Buren, and Yell Counties</i>	14.1%	58.65%	59.35%	1.0424	1.0200	30.87%	1.0269	0.68%	1.0200	0.00%
Total		100.0%	#REF!	#REF!	1.1228	1.0429				1.0452	0.22%

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Southern Farm Bureau Casualty Insurance Company
Territorial Analysis - Arkansas
Personal Injury Protection

Territory	Territory Description	Base Premium Dist	Loss Ratio	Adjusted Loss Ratio	Indicated Factor	Current Factor	Credibility Weighted Indicated Factor	Indicated Factor Change	Selected Factor	Change
1	<i>Pulaski County, Out of State</i>	4.7%	81.47%	88.70%	1.3694	1.1000	1.1717	6.52%	1.1000	0.00%
2	<i>Crittenden County</i>	1.9%	64.15%	66.46%	1.0260	1.0200	1.0210	0.10%	1.0200	0.00%
6	<i>Union County</i>	1.8%	82.43%	91.20%	1.4079	1.1200	1.1675	4.25%	1.1200	0.00%
7	<i>Crawford County</i>	1.6%	84.87%	103.02%	1.5905	1.2200	1.2766	4.64%	1.2200	0.00%
9	<i>Beaton and Washington Counties</i>	8.3%	85.06%	75.92%	1.1720	0.8900	0.9886	11.08%	0.9200	3.37%
10	<i>Franklin and Sebastian Counties</i>	3.7%	82.52%	77.41%	1.1951	0.9300	0.9917	6.64%	0.9300	0.00%
11	<i>Miller County</i>	1.7%	74.47%	79.53%	1.2278	1.0600	1.0867	2.52%	1.0600	0.00%
12	<i>Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, and Sevier Counties</i>	12.8%	68.62%	76.58%	1.1822	1.1000	1.1356	3.23%	1.1000	0.00%
13	<i>Ashley, Chicot, Desha, Drew, Lincoln, and Phillips Counties</i>	5.7%	92.23%	103.99%	1.6055	1.1500	1.2838	11.64%	1.1800	2.61%
14	<i>Garland, Grant, and Hot Spring Counties</i>	3.4%	75.83%	80.38%	1.2410	1.0600	1.1013	3.90%	1.0600	0.00%
15	<i>Conway, Faulkner, Lonoke, Perry, and Saline Counties</i>	12.5%	64.29%	68.53%	1.0580	1.0500	1.0534	0.33%	1.0500	0.00%
16	<i>Jefferson County</i>	2.0%	73.47%	72.41%	1.1179	0.9800	1.0038	2.43%	0.9800	0.00%
17	<i>Craighead, Cross, Lee, Mississippi, Poinsett, and St. Francis Counties</i>	9.2%	68.78%	70.53%	1.0889	1.0200	1.0454	2.49%	1.0200	0.00%
18	<i>Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, and Woodruff Counties</i>	16.6%	64.77%	64.77%	1.0000	1.0000	1.0000	0.00%	1.0000	0.00%
19	<i>Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searcy, Van Buren, and Yell Counties</i>	14.0%	55.89%	58.24%	0.8991	1.0100	0.9600	-4.95%	0.9800	-2.97%
Total		100.0%	70.46%	73.32%	1.1300	1.0327			1.0326	0.00%

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Southern Farm Bureau Casualty Insurance Company
Territorial Analysis - Arkansas
Comprehensive

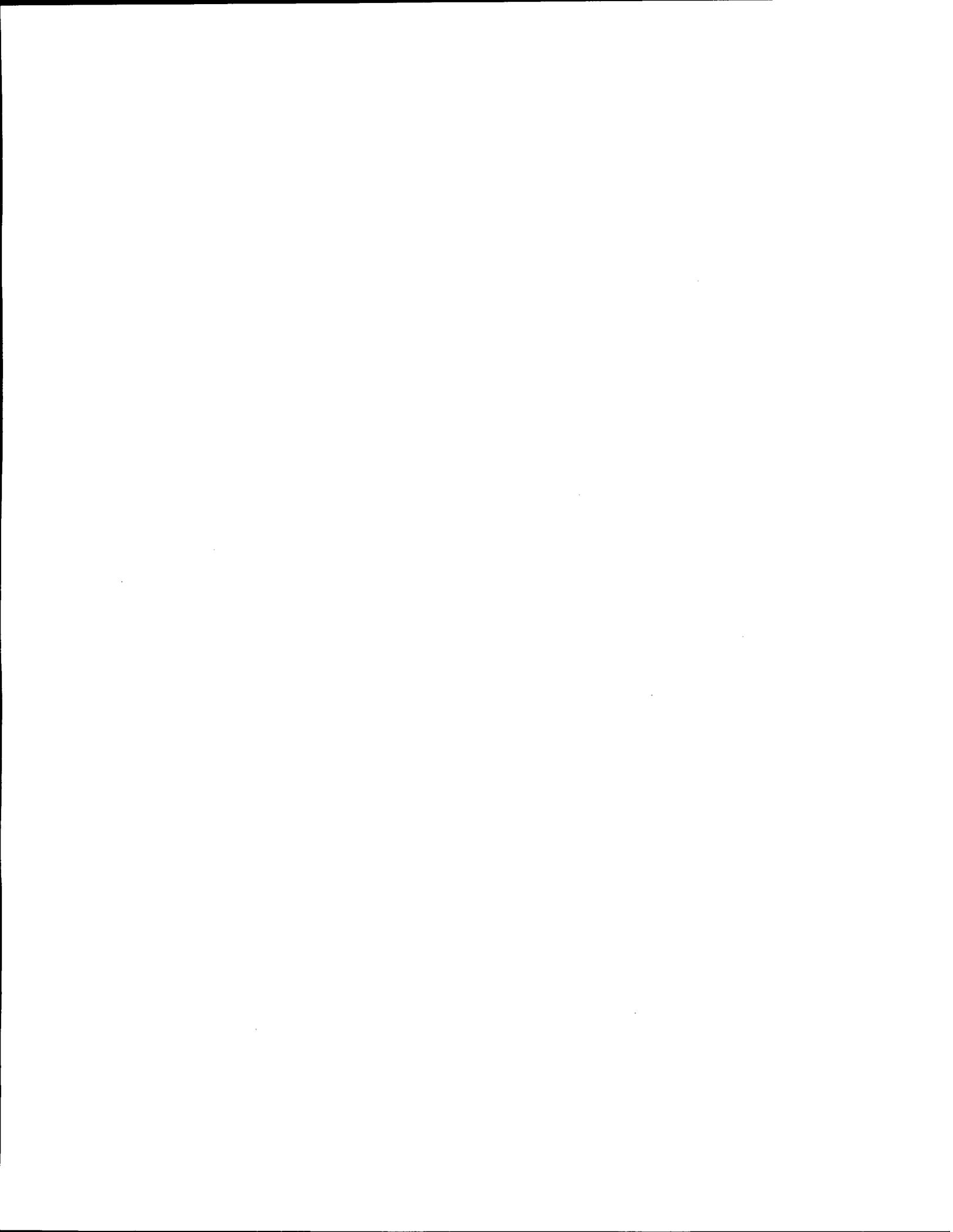
Territory	Territory Description	Base Premium Dist	Loss Ratio	Adjusted Loss Ratio	Indicated Factor	Current Factor	Credibility	Credibility		Selected Factor	Change
								Weighted Indicated Factor	Indicated Factor Change		
1	<i>Pulaski County, Out of State</i>	6.3%	74.15%	45.65%	0.5235	0.6100	45.04%	0.5710	-6.39%	0.5900	-3.28%
2	<i>Crittenden County</i>	1.9%	67.50%	65.42%	0.7502	0.9500	24.21%	0.9016	-5.09%	0.9300	-2.11%
6	<i>Union County</i>	2.0%	84.08%	98.51%	1.1296	1.1500	24.93%	1.1449	-0.44%	1.1500	0.00%
7	<i>Crawford County</i>	1.3%	252.09%	253.95%	2.9120	0.9800	20.11%	1.3685	39.64%	1.0100	3.06%
9	<i>Benton and Washington Counties</i>	8.2%	77.90%	43.70%	0.5012	0.5700	50.89%	0.5350	-6.15%	0.5700	0.00%
10	<i>Franklin and Sebastian Counties</i>	3.0%	129.14%	116.38%	1.3345	0.8600	30.63%	1.0054	16.90%	0.8600	0.00%
11	<i>Miller County</i>	1.8%	188.94%	176.00%	2.0182	0.9100	23.48%	1.1703	28.60%	0.9500	4.40%
12	<i>Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Pulk, and Sevier Counties</i>	12.7%	76.60%	92.84%	1.0646	1.1800	63.12%	1.1071	-6.17%	1.1500	-2.54%
13	<i>Ashley, Chicot, Desha, Drew, Lincoln, and Phillips Counties</i>	6.6%	70.80%	84.77%	0.9721	1.1700	45.94%	1.0791	-7.77%	1.1700	0.00%
14	<i>Garland, Grant, and Hot Spring Counties</i>	3.6%	53.44%	54.78%	0.6282	0.9700	33.87%	0.8542	-11.93%	0.8700	-10.31%
15	<i>Conway, Faulkner, Lonoke, Perry, and Saline Counties</i>	14.0%	69.86%	50.79%	0.5824	0.7000	65.67%	0.6228	-11.03%	0.6700	-4.29%
16	<i>Jefferson County</i>	2.4%	70.03%	54.27%	0.6223	0.7500	27.33%	0.7151	-4.65%	0.7500	0.00%
17	<i>Craighead, Cross, Lee, Mississippi, Poinsett, and St. Francis Counties</i>	9.7%	48.57%	52.36%	0.6005	1.0300	55.08%	0.7934	-22.97%	1.0000	-2.91%
18	<i>Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, and Woodruff Counties</i>	15.4%	87.21%	87.21%	1.0000	1.0000	69.50%	1.0000	0.00%	1.0000	0.00%
19	<i>Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searcy, Van Buren, and Yell Counties</i>	<u>11.4%</u>	<u>85.39%</u>	<u>67.80%</u>	<u>0.7774</u>	<u>0.7700</u>	<u>59.39%</u>	<u>0.7744</u>	<u>0.57%</u>	<u>0.7700</u>	<u>0.00%</u>
Total		100.0%	79.71%	73.37%	0.8415	0.8983				0.8833	-1.67%

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Southern Farm Bureau Casualty Insurance Company
Territorial Analysis - Arkansas
Collision

Territory	Territory Description	Base Premium Dist	Loss Ratio	Adjusted Loss Ratio	Indicated Factor	Current Factor	Credibility Weighted Indicated Factor	Indicated Factor Change	Selected Factor	Change
1	<i>Putaski County, Out of State</i>	6.0%	78.45%	86.10%	1.1415	1.1000	1.1206	1.87%	1.1000	0.00%
2	<i>Crittenden County</i>	2.0%	76.41%	79.63%	1.0557	1.0500	1.0517	0.16%	1.0500	0.00%
6	<i>Union County</i>	1.9%	71.13%	75.31%	0.9985	1.0400	1.0283	-1.13%	1.0400	0.00%
7	<i>Crawford County</i>	1.4%	73.29%	79.08%	1.0485	1.0900	1.0800	-0.92%	1.0900	0.00%
9	<i>Benton and Washington Counties</i>	8.3%	75.35%	71.73%	0.9510	0.9600	0.9548	-0.54%	0.9600	0.00%
10	<i>Franklin and Sebastian Counties</i>	3.3%	72.77%	68.70%	0.9108	0.9300	0.9229	-0.76%	0.9300	0.00%
11	<i>Miller County</i>	1.7%	85.74%	87.63%	1.1619	1.0300	1.0654	3.43%	1.0300	0.00%
12	<i>Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, and Sevier Counties</i>	12.4%	68.44%	70.30%	0.9320	0.9900	0.9483	-4.22%	0.9900	0.00%
13	<i>Ashley, Chicot, Desha, Drew, Lincoln, and Phillips Counties</i>	6.5%	75.79%	83.37%	1.1054	1.1000	1.1028	0.25%	1.1000	0.00%
14	<i>Garland, Grant, and Hot Spring Counties</i>	3.5%	72.59%	74.44%	0.9870	1.0200	1.0074	-1.23%	0.9800	-3.92%
15	<i>Conway, Faulkner, Lonoke, Perry, and Saline Counties</i>	13.3%	71.81%	71.54%	0.9485	0.9800	0.9566	-2.39%	0.9800	0.00%
16	<i>Jefferson County</i>	2.3%	67.53%	64.52%	0.8554	0.9200	0.8999	-2.18%	0.9200	0.00%
17	<i>Craighead, Cross, Lee, Mississippi, Poinsett, and St. Francis Counties</i>	9.9%	73.20%	72.77%	0.9647	0.9800	0.9702	-1.00%	0.9800	0.00%
18	<i>Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, and Woodruff Counties</i>	15.6%	75.43%	75.43%	1.0000	1.0000	1.0000	0.00%	1.0000	0.00%
19	<i>Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searcy, Van Buren, and Yell Counties</i>	11.9%	69.11%	70.58%	0.9357	1.0000	0.9548	-4.52%	1.0000	0.00%
Total		100.0%	73.04%	74.11%	0.9827	1.0034			1.0020	-0.14%

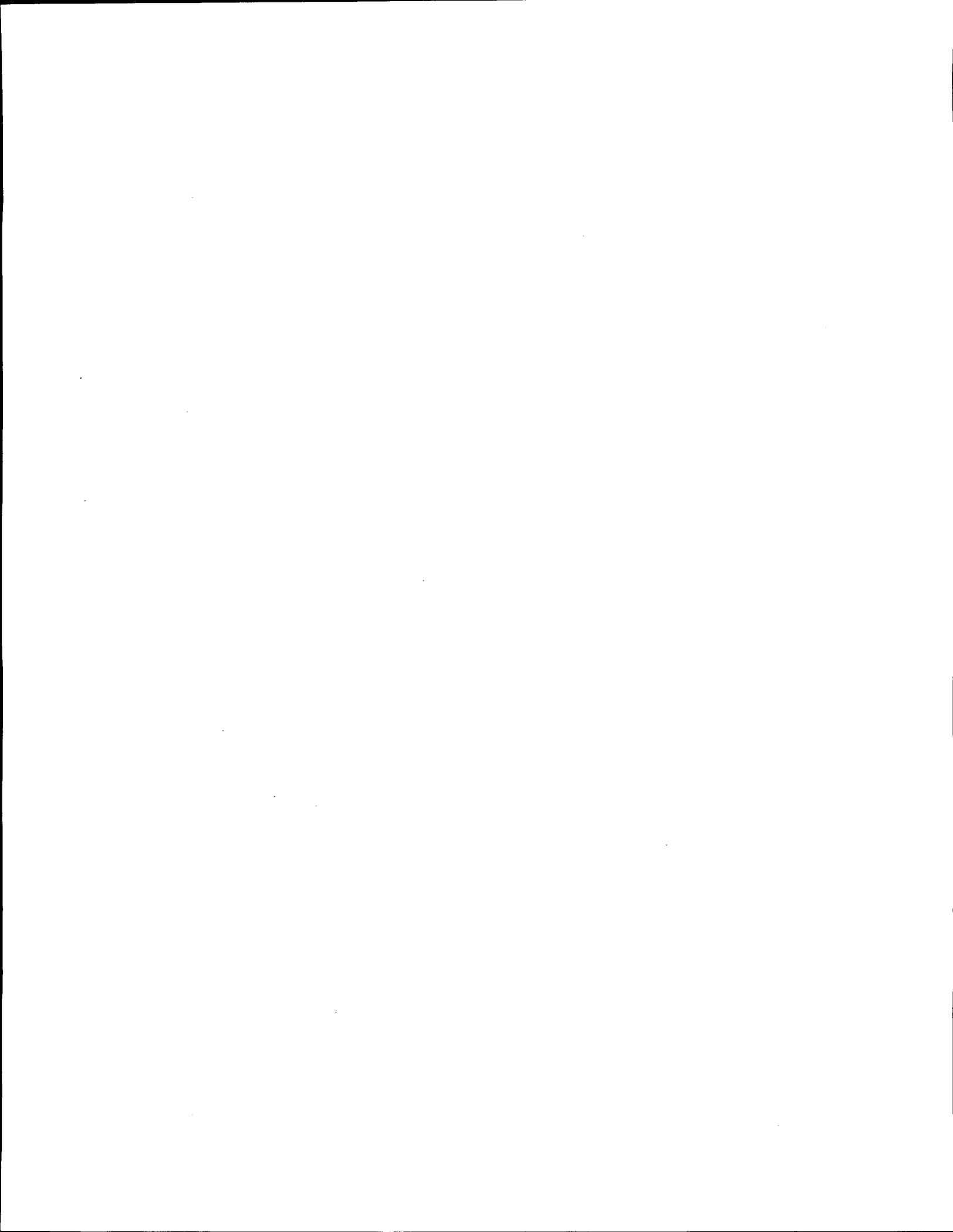
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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Model Year Re-Index
Arkansas

Comprehensive						Collision					
Model Year	Current Relativity	Proposed Relativity	Percent Change	Premium Distribution	Model Year	Current Relativity	Proposed Relativity	Percent Change	Premium Distribution		
2011	1.26	1.22	-3.17%	0.00%	2011	1.26	1.22	-3.17%	0.00%		
2010	1.26	1.16	-7.94%	0.01%	2010	1.26	1.16	-7.94%	0.01%		
2009	1.26	1.10	-12.70%	2.37%	2009	1.26	1.10	-12.70%	2.28%		
2008	1.20	1.05	-12.50%	8.70%	2008	1.20	1.05	-12.50%	8.43%		
2007	1.15	1.00	-13.04%	9.65%	2007	1.15	1.00	-13.04%	9.53%		
2006	1.10	0.95	-13.64%	8.60%	2006	1.10	0.95	-13.64%	8.47%		
2005	1.05	0.90	-14.29%	8.72%	2005	1.05	0.90	-14.29%	8.65%		
2004	1.00	0.86	-14.00%	8.44%	2004	1.00	0.86	-14.00%	8.35%		
2003	0.95	0.82	-13.68%	7.20%	2003	0.95	0.82	-13.68%	7.20%		
2002	0.90	0.78	-13.33%	6.87%	2002	0.90	0.78	-13.33%	6.84%		
2001	0.86	0.74	-13.95%	6.39%	2001	0.86	0.74	-13.95%	6.27%		
2000	0.82	0.70	-14.63%	6.02%	2000	0.82	0.70	-14.63%	5.97%		
1999	0.78	0.67	-14.10%	6.02%	1999	0.78	0.67	-14.10%	5.97%		
1998	0.74	0.64	-13.51%	4.02%	1998	0.74	0.64	-13.51%	3.98%		
1997	0.70	0.61	-12.86%	3.47%	1997	0.70	0.61	-12.86%	3.49%		
1996	0.67	0.61	-8.96%	2.57%	1996	0.67	0.61	-8.96%	2.59%		
1995	0.64	0.61	-4.69%	2.43%	1995	0.64	0.61	-4.69%	2.49%		
1994	0.61	0.61	0.00%	1.87%	1994	0.61	0.61	0.00%	1.96%		
1993	0.58	0.61	5.17%	1.32%	1993	0.58	0.61	5.17%	1.39%		
1992	<u>0.55</u>	<u>0.61</u>	<u>10.91%</u>	<u>5.30%</u>	1992	<u>0.55</u>	<u>0.61</u>	<u>10.91%</u>	<u>6.12%</u>		
<=			<=								
Average Relativity	0.93	0.82		100.00%	Average Relativity	0.93	0.82		100.00%		
Overall Impact			-11.46%		Overall Impact			-11.23%			

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Southern Farm Bureau Casualty Insurance Company
Private Passenger Automobile
Private Passenger Rate Structure
Arkansas
12/1/09

BASE RATE	BI	PD	PIP 1	PIP 2	PIP 3	COMP	COLL	UMBI	UMPD	UIBI	LIMIT FACTORS				
											Limit	BI	UMBI	UIBI	
	78.11	81.30	8.66	3.00	7.01	70.50	137.85	5.59	5.64	6.43	25/50	1.00	1.00	1.00	
TERRITORY											50/100	1.22	1.33	1.50	
1 Pulaski, Out of State	1.34	1.49	1.10	1.00	1.00	0.59	1.10	1.15	1.29	1.15	100/300	1.47	1.72	3.00	
2 Crittenden	1.18	1.18	1.02	1.00	1.00	0.93	1.05	1.12	1.08	1.12	200/300	1.80	2.00	3.30	
6 Union	1.00	1.07	1.12	1.00	1.00	1.15	1.04	1.00	1.05	1.00	300/300	1.84	2.30	3.65	
7 Crawford	1.06	1.12	1.22	1.00	1.00	1.01	1.09	1.15	1.18	1.15	300/500	1.86	2.50	3.70	
9 Benton & Washington	0.92	1.10	0.92	1.00	1.00	0.57	0.96	0.99	1.00	0.99	500/500	2.09	2.90	4.20	
10 Franklin & Sebastian	0.90	1.00	0.93	1.00	1.00	0.86	0.93	0.99	0.99	0.99	500/1000	2.19	3.50	5.00	
11 Miller	1.07	1.09	1.06	1.00	1.00	0.95	1.03	1.10	1.10	1.10	750/750	2.28	4.00	6.50	
12 Bradley, Calhoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, & Sevier	0.80	0.88	1.10	1.00	1.00	1.15	0.99	0.88	1.01	0.88	1000/1000	2.35	5.00	8.50	
13 Ashley, Chicot, Desha, Drew, Lincoln, & Phillips	1.08	1.03	1.18	1.00	1.00	1.17	1.10	1.14	1.00	1.14	Limit	PD	UMPD	Limit	PIP
14 Garland, Grant, & Hot Spring	0.93	1.06	1.06	1.00	1.00	0.87	0.98	1.04	1.10	1.04	30	1.00	1.00	5	1.00
15 Conway, Faulkner, Lonoke, Perry, & Saline	0.98	1.15	1.05	1.00	1.00	0.67	0.98	1.15	1.11	1.15	40	1.02	1.11	10	1.40
16 Jefferson	1.17	1.02	0.98	1.00	1.00	0.75	0.92	0.97	0.99	0.97	50	1.04	1.23	15	1.70
17 Craighead, Cross, Lee, Mississippi, Poinsett, & St. Francis	1.04	1.07	1.02	1.00	1.00	1.00	0.98	1.05	1.03	1.05	100	1.08	1.55	20	1.90
18 Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, & Woodruff	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	200	1.15	1.73	25	2.10
19 Baxter, Boone, Carroll, Johnson, Logan, Madison, Marion, Newton, Pope, Scott, Searcy, Van Buren, & Yell	0.79	0.90	0.98	1.00	1.00	0.77	1.00	1.03	1.02	1.03	250	1.17	1.95		
											500	1.22	2.26		
											750	1.26	2.57		
											1000	1.31	2.83		
											Auto/Home Discount (HO-1 or HO-3): 0.850				
											Auto/Home Discount (HO-4 or POP): 0.880				
											Defensive Driving Discount: 0.950				

TIER FACTOR

Preferred:	1.00
Standard:	1.30

MODEL YEAR

MODEL YEAR	COMP	COLL	Deductible	COMP	COLL
2011	1.22	1.22	\$0 Ded.	1.75	N/A
2010	1.16	1.16	\$50 Ded.	1.24	1.40
2009	1.10	1.10	\$100 Ded.	1.00	1.12
2008	1.05	1.05	\$250 Ded.	0.75	1.00
2007	1.00	1.00	\$500 Ded.	0.60	0.87
2006	0.95	0.95	\$1000 Ded.	0.50	0.70
2005	0.90	0.90	\$2500 Ded.	0.42	0.60
2004	0.86	0.86	\$5000 Ded.	N/A	0.48
2003	0.82	0.82			
2002	0.78	0.78			
2001	0.74	0.74			
2000	0.70	0.70			
1999	0.67	0.67			
1998	0.64	0.64			
1997 & Prior	0.61	0.61			

VIOLATIONS CHARGES

Minor	Factor	Major	Factor
0	1.00	0	1.00
1	1.00	1	1.62
2	1.07	each+	0.38
each+	0.23		

Years Insured **Chargeable Accidents (Class 1,4,6)**

Years Insured	0	1	2	3	4	5+
0	0.95	1.20	1.40	1.50	1.70	2.05
1	0.95	1.20	1.40	1.50	1.70	2.05
2	0.95	1.20	1.40	1.50	1.70	2.05
3	0.90	1.15	1.34	1.50	1.70	2.05
4	0.90	1.15	1.34	1.50	1.70	2.05
5	0.90	1.15	1.34	1.50	1.70	2.05
6	0.85	1.08	1.26	1.50	1.70	2.05
7	0.85	1.08	1.26	1.50	1.70	2.05
8	0.85	1.08	1.26	1.50	1.70	2.05
9+	0.85	1.08	1.26	1.50	1.70	2.05

Years Insured **Chargeable Accidents (Class 2,3,5)**

Years Insured	0	1	2	3	4	5+
0	1.00	1.20	1.40	1.50	1.70	2.05
1	1.00	1.20	1.40	1.50	1.70	2.05
2	1.00	1.20	1.40	1.50	1.70	2.05
3	1.00	1.20	1.40	1.50	1.70	2.05
4	1.00	1.20	1.40	1.50	1.70	2.05
5	1.00	1.20	1.40	1.50	1.70	2.05
6	1.00	1.20	1.40	1.50	1.70	2.05
7	1.00	1.20	1.40	1.50	1.70	2.05
8	1.00	1.20	1.40	1.50	1.70	2.05
9+	1.00	1.20	1.40	1.50	1.70	2.05

SYMBOL FACTORS

1989 & Prior			1990 & Subsequent		
Sym	COMP	COLL	Sym	COMP	COLL
1	0.30	0.36	1	0.78	0.88
2	0.36	0.46	2	1.00	1.00
3	0.45	0.56	3	1.13	1.14
4	0.53	0.67	4	1.24	1.23
5	0.68	0.79	5	1.38	1.30
6	0.86	0.90	6	1.54	1.38
7	1.00	1.00	7	1.70	1.45
8	1.18	1.20	8	1.85	1.52
10	1.46	1.34	10	2.01	1.59
11	1.78	1.48	11	2.16	1.65
12	2.08	1.62	12	2.32	1.73
13	2.40	1.76	13	2.46	1.80
14	2.73	1.94	14	2.63	1.88
15	3.18	2.15	15	2.84	1.99
16	3.64	2.37	16	3.07	2.10
17	4.09	2.58	17	3.28	2.20
18	4.55	2.80	18	3.48	2.29
19	5.00	3.01	19	3.72	2.40
20	5.45	3.23	20	3.97	2.52
21	*	*	21	4.23	2.65
			22	4.55	2.80
			23	4.83	2.93
			24	5.22	3.11
			25	6.05	3.49
			26	6.88	3.86
			27	**	**

Age Group **Credit Score Factors**

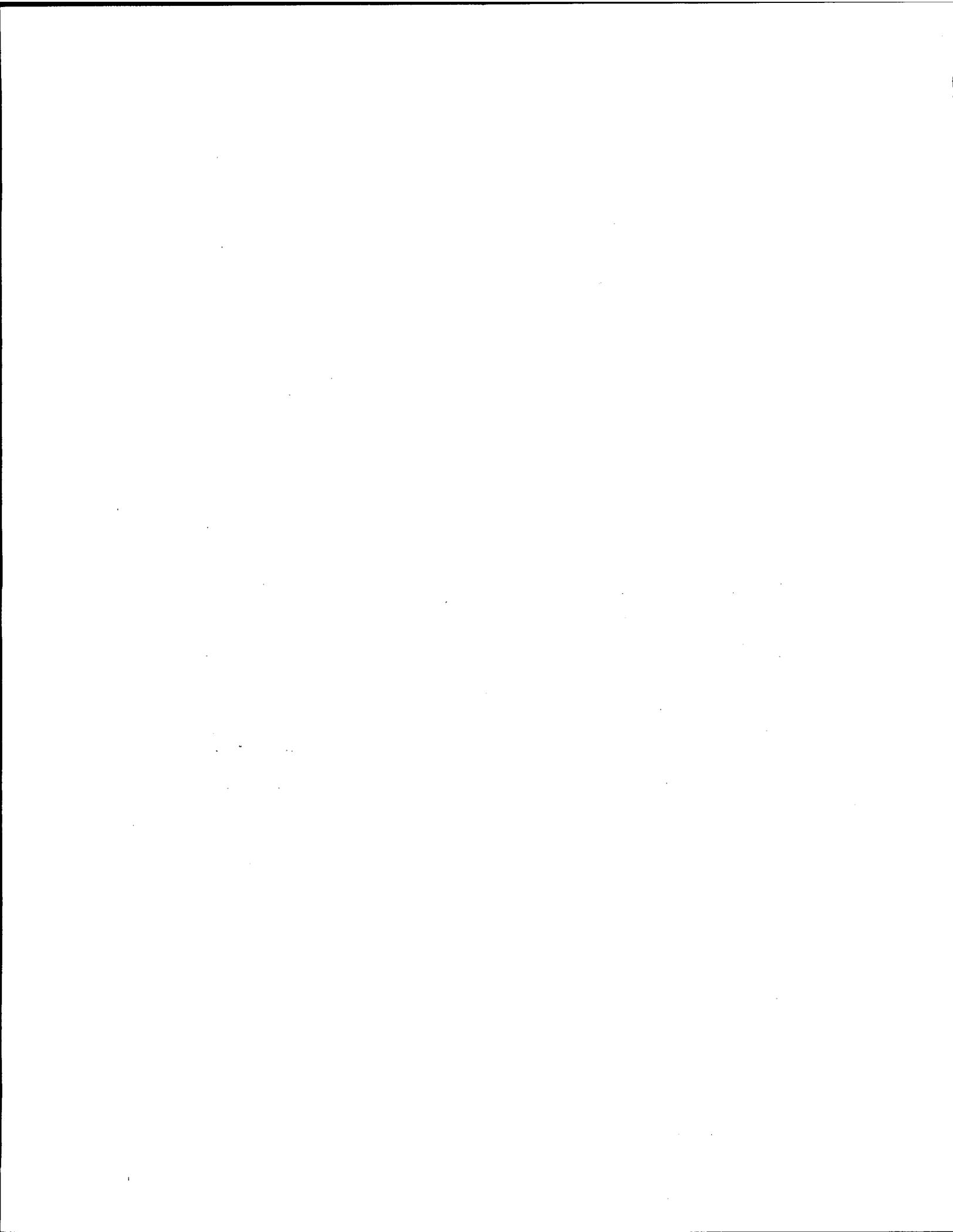
Age Group	A	B	C	D	E	F	G	H
1	1.30	1.15	1.05	1.00	0.86	0.83	0.79	0.69
2	1.20	1.08	1.00	0.95	0.85	0.82	0.77	0.72
3	1.15	1.00	0.97	0.90	0.83	0.81	0.76	0.75
4	1.00	0.97	0.92	0.87	0.81	0.80	0.76	0.75
5	0.95	0.90	0.87	0.82	0.80	0.80	0.76	0.75
6	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75

* This factor is arrived at by adding the factor below for each \$5,000 (or part of \$5000) above \$65000 to 1.00 and multiplying by the Symbol 20 relativity

** This factor is arrived at by adding the factor below for each \$5,000 (or part of \$5000) above \$80000 to 1.00 and multiplying by the Symbol 26 relativity

COMP	COLL
0.08	0.06

57



Southern Farm Bureau Casualty Insurance Company
Arkansas
Classification Relativities

Class	Description	Single/Multi	Pleasure	Short	Long	Business	Farm
			Use A	Commute B	Commute C	Use D	Use F
1X	Adult Driver	S	1.00	1.03	1.07	1.10	0.78
		M	0.90	0.93	0.96	0.99	0.70
1X7	Adult Driver, Age 50-64	S	0.90	0.93	0.97	1.00	0.68
		M	0.81	0.84	0.87	0.90	0.61
1X9	Adult Driver, Over Age 64	S	0.95	0.98	1.02	1.05	0.73
		M	0.86	0.88	0.92	0.95	0.66
2X1	Single Male Occasional Operator, Age 15-18	S	2.75	2.80	2.85	2.90	2.55
		M	2.48	2.52	2.57	2.61	2.30
2X2	Single Male Occasional Operator, Age 19-21	S	2.36	2.41	2.46	2.51	2.16
		M	2.12	2.17	2.21	2.26	1.94
2X3	Single Male Occasional Operator, Age 22-24	S	1.80	1.85	1.90	1.95	1.60
		M	1.62	1.67	1.71	1.76	1.44
3X1	Single Male Principal Operator, Age 15-18	S	3.85	3.90	3.95	4.00	3.65
		M	3.47	3.51	3.56	3.60	3.29
3X2	Single Male Principal Operator, Age 19-21	S	3.25	3.30	3.35	3.40	3.05
		M	2.93	2.97	3.02	3.06	2.75
3X3	Single Male Principal Operator, Age 22-24	S	2.50	2.55	2.60	2.65	2.30
		M	2.25	2.30	2.34	2.39	2.07
4X1	Married Male Principal Operator, Age 15-18	S	2.00	2.05	2.10	2.15	1.80
		M	1.80	1.85	1.89	1.94	1.62
4X2	Married Male Principal Operator, Age 19-21	S	1.60	1.65	1.70	1.75	1.40
		M	1.44	1.49	1.53	1.58	1.26
4X3	Married Male Principal Operator, Age 22-24	S	1.45	1.50	1.55	1.60	1.25
		M	1.31	1.35	1.40	1.44	1.13
5X1	Single Female Operator, Age 15-18	S	2.50	2.55	2.60	2.65	2.30
		M	2.25	2.30	2.34	2.39	2.07
5X2	Single Female Operator, Age 19-21	S	2.15	2.20	2.25	2.30	1.95
		M	1.94	1.98	2.03	2.07	1.76
5X3	Single Female Operator, Age 22-24	S	1.65	1.70	1.75	1.80	1.45
		M	1.49	1.53	1.58	1.62	1.31
6X4	Pickup, No Youthful Single Male Driver	S	Rate as an Automobile			1.10	0.77
		M				0.99	0.69
6X5	Pickup, Youthful Single Male Driver Occasional Operator	S	Rate as an Automobile			1.89	1.58
		M				1.70	1.42

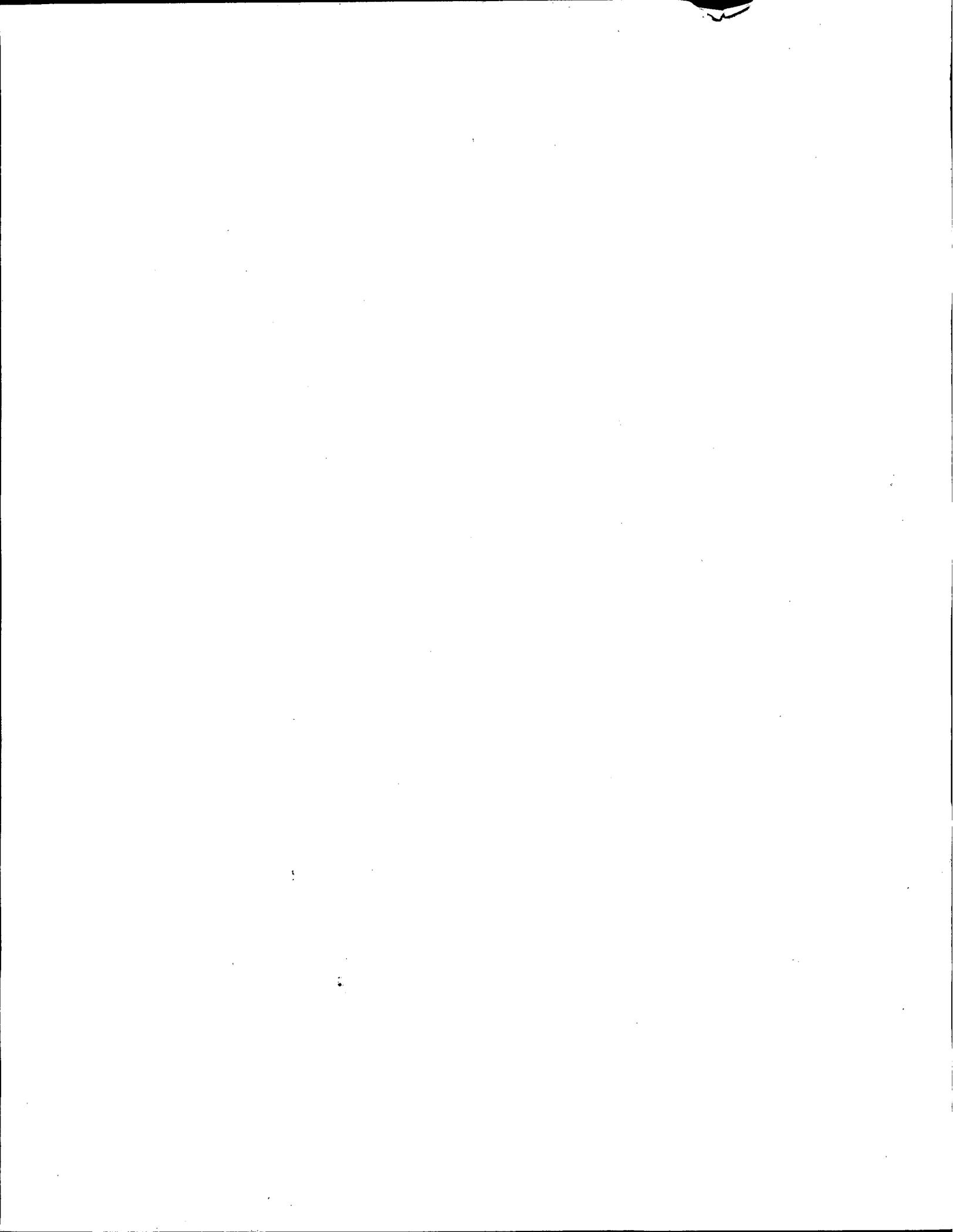
Southern Farm Bureau Casualty Insurance Company
Arkansas
Classification Relativities

Class	Description	Single/Multi	Pleasure		Short	Long	Business	Farm
			Use A	Use B	Commute B	Commute C	Use D	Use F
2X1	Single Male Occasional Operator, Age 15-18	S	2.48	2.52	2.57	2.61	2.30	
		M	2.23	2.27	2.31	2.35	2.07	
2X2	Single Male Occasional Operator, Age 19-21	S	2.12	2.17	2.21	2.26	1.94	
		M	1.91	1.95	1.99	2.03	1.75	
3X1	Single Male Principal Operator, Age 15-18	S	3.47	3.51	3.56	3.60	3.29	
		M	3.12	3.16	3.20	3.24	2.96	
3X2	Single Male Principal Operator, Age 19-21	S	2.93	2.97	3.02	3.06	2.75	
		M	2.64	2.67	2.72	2.75	2.48	
4X1	Married Male Principal Operator, Age 15-18	S	1.80	1.85	1.89	1.94	1.62	
		M	1.62	1.67	1.70	1.75	1.46	
4X2	Married Male Principal Operator, Age 19-21	S	1.44	1.49	1.53	1.58	1.26	
		M	1.30	1.34	1.38	1.42	1.13	
5X1	Single Female Operator, Age 15-18	S	2.25	2.30	2.34	2.39	2.07	
		M	2.03	2.07	2.11	2.15	1.86	
5X2	Single Female Operator, Age 19-21	S	1.94	1.98	2.03	2.07	1.76	
		M	1.75	1.78	1.83	1.86	1.58	

Class	Description	Single/Multi	Pleasure		Short	Long	Business	Farm
			A	B	B	C	D	F
2X1	Single Male Occasional Operator, Age 15-18	S	2.06	2.10	2.14	2.18	1.91	
		M	1.85	1.89	1.93	1.96	1.72	
2X2	Single Male Occasional Operator, Age 19-21	S	1.77	1.81	1.85	1.88	1.62	
		M	1.59	1.63	1.67	1.69	1.46	
2X3	Single Male Occasional Operator, Age 22-24	S	1.35	1.39	1.43	1.46	1.20	
		M	1.22	1.25	1.29	1.31	1.08	
3X1	Single Male Principal Operator, Age 15-18	S	2.89	2.93	2.96	3.00	2.74	
		M	2.60	2.64	2.66	2.70	2.47	
3X2	Single Male Principal Operator, Age 19-21	S	2.44	2.48	2.51	2.55	2.29	
		M	2.20	2.23	2.26	2.30	2.06	
3X3	Single Male Principal Operator, Age 22-24	S	1.88	1.91	1.95	1.99	1.73	
		M	1.69	1.72	1.76	1.79	1.56	
5X1	Single Female Operator, Age 15-18	S	1.88	1.90	1.95	2.00	1.75	
		M	1.69	1.71	1.76	1.80	1.58	
5X2	Single Female Operator, Age 19-21	S	1.61	1.65	1.70	1.75	1.45	
		M	1.45	1.49	1.53	1.58	1.31	
5X3	Single Female Operator, Age 22-24	S	1.24	1.30	1.30	1.35	1.10	
		M	1.12	1.17	1.17	1.22	0.99	

Class	Description	Single/Multi	Pleasure		Short	Long	Business	Farm
			A	B	B	C	D	F
2X1	Single Male Occasional Operator, Age 15-18	S	1.86	1.89	1.92	1.96	1.72	
		M	1.67	1.70	1.73	1.76	1.55	
2X2	Single Male Occasional Operator, Age 19-21	S	1.59	1.63	1.66	1.69	1.46	
		M	1.43	1.47	1.49	1.52	1.31	
3X1	Single Male Principal Operator, Age 15-18	S	2.60	2.63	2.67	2.70	2.46	
		M	2.34	2.37	2.40	2.43	2.21	
3X2	Single Male Principal Operator, Age 19-21	S	2.19	2.23	2.26	2.30	2.06	
		M	1.97	2.01	2.03	2.07	1.85	
5X1	Single Female Operator, Age 15-18	S	1.69	1.72	1.76	1.79	1.55	
		M	1.52	1.55	1.58	1.61	1.40	
5X2	Single Female Operator, Age 19-21	S	1.45	1.49	1.52	1.55	1.32	
		M	1.31	1.34	1.37	1.40	1.19	

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SOUTHERN FARM BUREAU CASUALTY INSURANCE COMPANY

Home Office - 1800 East County Line Road • P.O. Box 1800 - Ridgeland, MS 39158-1800 • Phone (601) 957-7777

July 17, 2009

The Honorable Jay Bradford
Insurance Commissioner
Arkansas Insurance Department
Attention: Property & Casualty Division
1200 West Third Street
Little Rock, AR 72201-1904

RECEIVED

(JUL 23 2009

**PROPERTY AND CASUALTY DIVISION
ARKANSAS INSURANCE DEPARTMENT**

**Re: Supplement to Proposed Revision of Private Passenger Automobile Rates
Proposed Effective Date – 12/1/2009
Southern Farm Bureau Casualty Insurance Company – NAIC #18325**

Dear Commissioner Bradford:

With this filing, we are proposing adjustments to our Private Passenger Automobile rate relativities. Background information on the TransUnion Insurance Risk Score – Auto Model and the TransUnion Reason Codes and Corresponding Messages were filed with the initial credit implementation effective 9/1/2006. None of this information has changed with this filing.

The information provided in this supplement is confidential in nature. I would like to request that any correspondence in regard to this supplement be kept confidential as well.

We respectfully request that this filing become effective 12/1/2009 on new business and renewals. This supplement contains 1 page.

Sincerely,

Benjamin Kimmons, ACAS, MAAA
Associate Actuary

Enclosure

FILED

JUL 23 2009

**PROPERTY AND CASUALTY
ARKANSAS INSURANCE DEPT.**

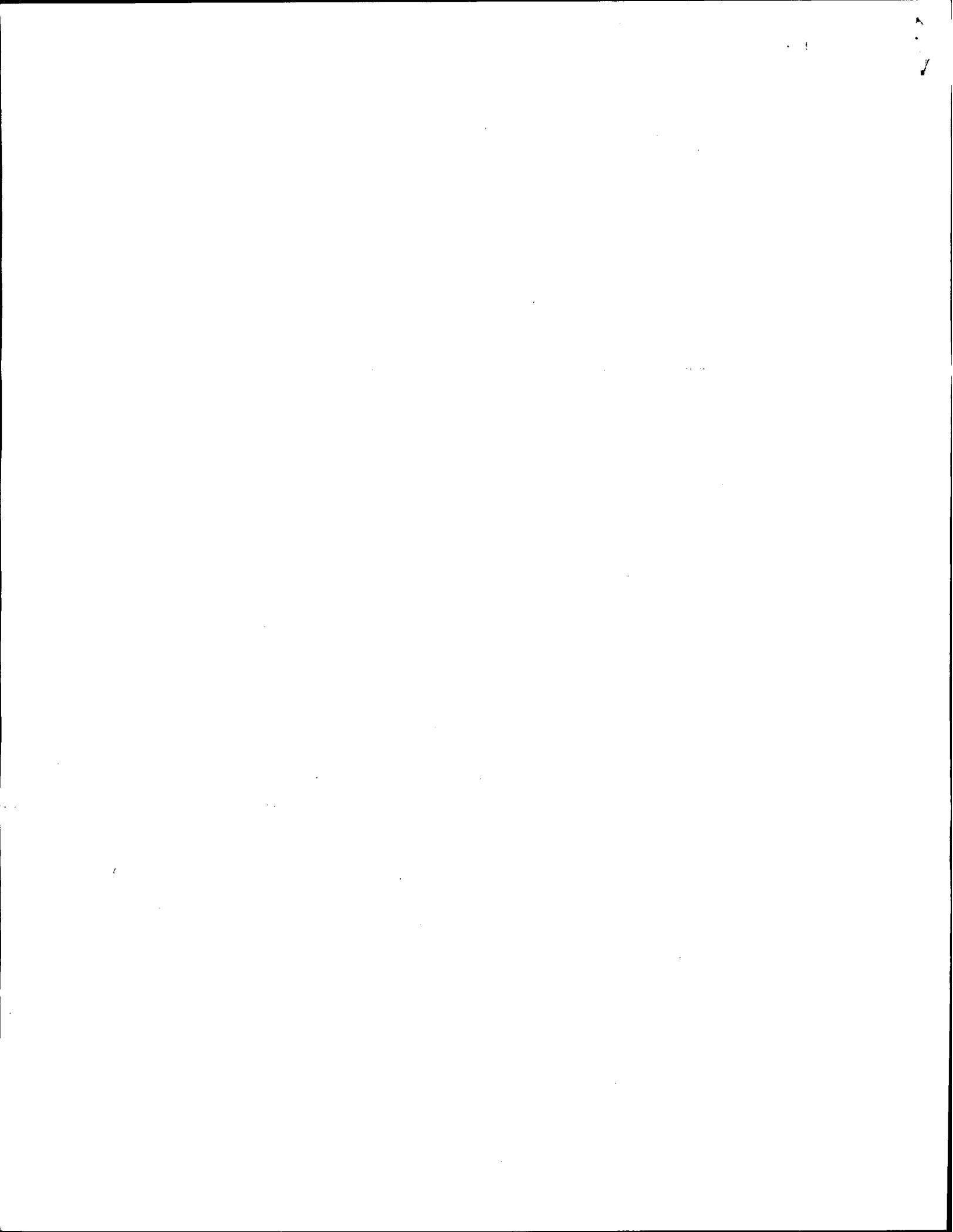
**Southern Farm Bureau Casualty Insurance Company
Arkansas Private Passenger Automobile**

Current Relativities

<i>Insurance Score Ranges</i>								
Years Insured	791 and Less	792 to 819	820 to 841	842 to 857	858 to 872	873 to 883	884 to 904	905 and Greater
0-2	1.30	1.15	1.05	1.00	0.86	0.83	0.79	0.69
3-5	1.20	1.08	1.01	0.95	0.85	0.82	0.77	0.72
6-8	1.15	1.02	0.98	0.90	0.83	0.81	0.76	0.75
9-11	1.00	0.97	0.92	0.87	0.81	0.80	0.76	0.75
12-19	0.95	0.90	0.87	0.82	0.80	0.80	0.76	0.75
20+	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75

Proposed Relativities

<i>Insurance Score Ranges</i>								
Years Insured	791 and Less	792 to 819	820 to 841	842 to 857	858 to 872	873 to 883	884 to 904	905 and Greater
0-2	1.30	1.15	1.05	1.00	0.86	0.83	0.79	0.69
3-5	1.20	1.08	1.00	0.95	0.85	0.82	0.77	0.72
6-8	1.15	1.00	0.97	0.90	0.83	0.81	0.76	0.75
9-11	1.00	0.97	0.92	0.87	0.81	0.80	0.76	0.75
12-19	0.95	0.90	0.87	0.82	0.80	0.80	0.76	0.75
20+	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75





SOUTHERN FARM BUREAU CASUALTY INSURANCE COMPANY

Home Office - 1800 East County Line Road • P.O. Box 1800 - Ridgeland, MS 39158-1800 • Phone (601) 957-7777

July 17, 2009

The Honorable Jay Bradford
Insurance Commissioner
Arkansas Insurance Department
Attention: Property & Casualty Division
1200 West Third Street
Little Rock, AR 72201-1904

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JUL 23 2009

PROPERTY AND CASUALTY DIVISION
ARKANSAS INSURANCE DEPARTMENT

Re: **Proposed Revision of Recreational Vehicle Rates**
Southern Farm Bureau Casualty Insurance Company – NAIC #18325

Overview

The attached exhibits describe in detail proposed changes to Recreational Vehicle rates for Southern Farm Bureau Casualty Insurance Company in the State of Arkansas. The changes include changes to base rates and Personal Injury Protection increased limit factors.

As the exhibits describe in detail, the overall indicated rate change is **-22.09%**. The changes requested in this rate filing result in an overall proposed rate change of **-4.53%**.

Summary Exhibit

The first page in this filing outlines the indicated rate changes by coverage along with the proposed overall change for each coverage.

Exhibit I – Overall Rate Indications

Exhibit I shows the overall rate indications for each coverage. Most of the information reflected in this exhibit flows from another exhibit in the filing. Premiums are adjusted to restate them at current rate levels using the parallelogram method. Losses are trended and developed for each coverage. Two estimates of ultimate losses are derived, one using the paid loss development method and the other using the reported loss development method. The average from the two methods is generally selected for the ultimate losses. The experience period expected loss ratio is calculated as the weighted loss ratios from the individual calendar/accident years. More recent years are given more weight. The experience period loss ratio is then adjusted for ULAE expenses, fixed expenses, and the catastrophe load for Comprehensive. The permissible loss ratio is calculated as unity less variable expenses and profit. The overall indicated change is the adjusted experience period loss ratio divided by the permissible loss ratio minus one.

FILED

JUL 23 2009

PROPERTY AND CASUALTY
ARKANSAS INSURANCE DEPT.

Exhibit II – Present Level Factors

Exhibit II, Pages 1-7 display present level factors by coverage calculated using the standard parallelogram method. Present level factors are calculated separately for policies with six and twelve month terms and then weighted together based on the respective premium distributions by policy term to derive the final factors.

Exhibit III – Trend Factors

Exhibit III displays the calculation of loss trends. Pure premium loss trends by coverage are calculated using an exponential regression model. Corresponding trend factors are calculated to trend losses from the midpoint of each fiscal/accident year to the average accident date during the period in which the rates will be effective. Catastrophe losses have been removed from the Comprehensive trend data.

Exhibit IV – Loss Development

Exhibit IV displays fiscal accident year loss development triangles by coverage. Pages 1-7 display reported losses and pages 8-14 display paid losses. Age-to-age link ratios are calculated. Since loss development factors are thought to be lognormally distributed, selections of averages and analysis of variability is based on the natural logarithms of the age-to-age factors. Once selections are made the resulting age-to-ultimate factors are easily calculated for losses at each level of maturity.

Catastrophe losses have been removed from the loss development triangles for Comprehensive coverage. A provision for these losses is calculated on Exhibit V, Page 8.

Exhibit V – Expenses and Profit Provision

Exhibit V, Page 1 displays historical expense ratios for the past three years. Expenses are split into fixed and variable categories.

Exhibit V, Pages 2-6 display a calendar year return-on-surplus model. This approach is consistent with modern economic and financial theory. A target return on surplus of 11.0% was used in the calculation, which is a very conservative target return for the risk inherent in casualty lines of business. No additional contingency provision has been selected as the volatility of returns is reflected in the target rate of return. The selected profit provisions of 3.0% and 6.0% for liability and physical damage, respectively, are less than the indicated profit provisions.

On Page 7, a loading factor for unallocated loss adjustment expenses is derived. The standard technique of relating calendar year ULAE paid to the ratio of incurred losses and ALAE is utilized.

Page 8 displays the calculation of the catastrophe provision included in the Comprehensive rate indication. As stated previously, all catastrophe losses have been removed from the experience for Comprehensive. The losses generally represent severe thunderstorm events that exceeded \$1 million in losses.

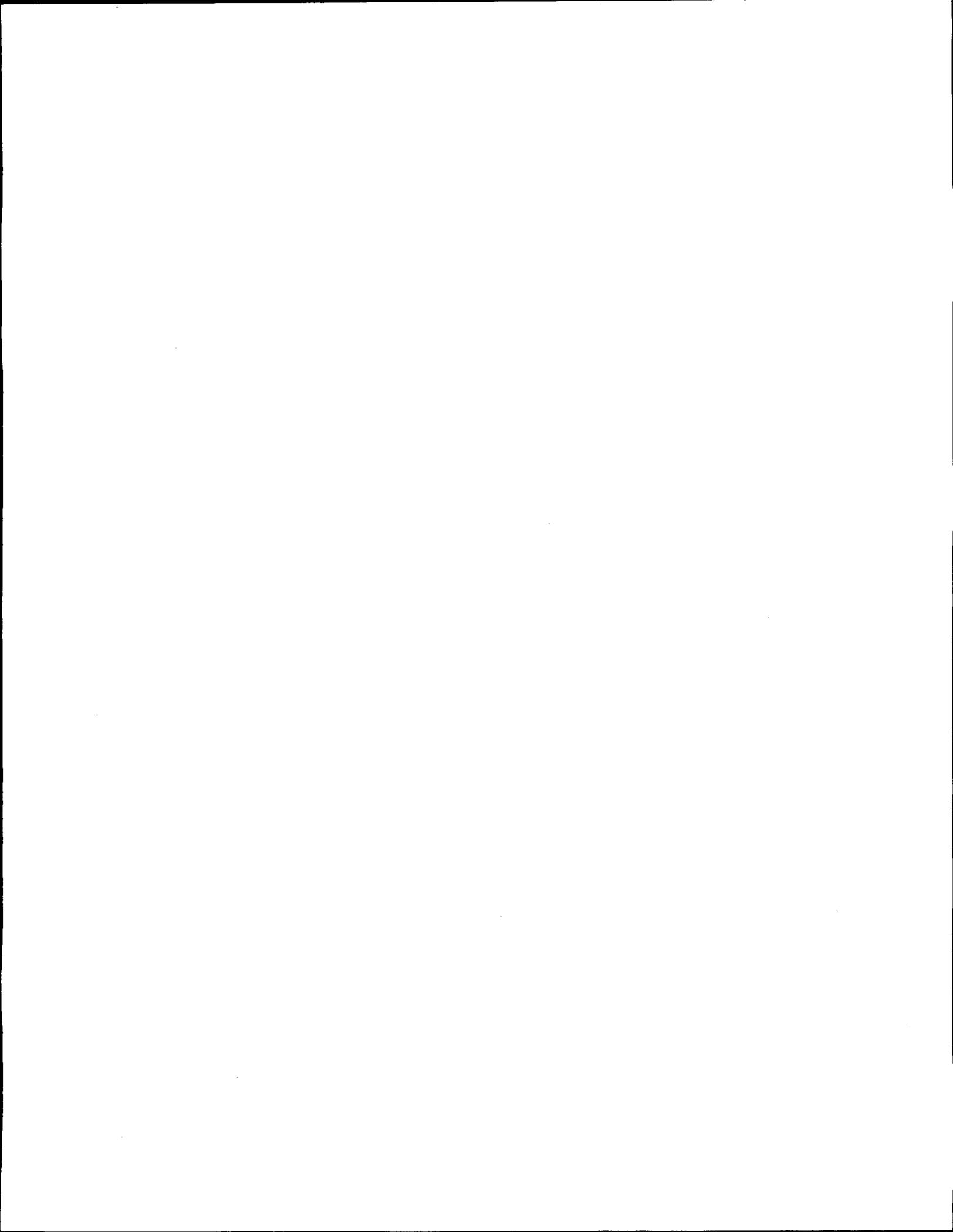


Exhibit VI – Rate Structure Page

This exhibit displays the rate structure effective with this filing. This rate structure includes all of the changes outlined in the previous exhibits as well as new increased limit factors for the Personal Injury Protection coverage. We currently do not write any limits over \$5,000 for this coverage, but we plan to offer limits up to \$25,000.

We respectfully request that this filing become effective 12/1/2009 on new business and renewals. This filing contains 39 pages.

Sincerely,



Benjamin J. Kimmons, ACAS, MAAA
Associate Actuary

Enclosure

NAIC LOSS COST DATA ENTRY DOCUMENT

1. This filing transmittal is part of Company Tracking # _____

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
A.	Southern Farm Bureau Casualty Insurance Company	B. 18325

Product Coding Matrix Line of Business (i.e., Type of Insurance)		Product Coding Matrix Line of Insurance (i.e., Sub-type of Insurance)
A.	Personal Auto (19.0)	B. Recreational Vehicle (19.0003)

FOR LOSS COSTS ONLY

(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	(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	63.17%	40.00%					
Uninsured Motorist - BI	-72.38%	-20.00%					
Property Damage	-66.69%	-20.00%					
Uninsured Motorist - PD	-86.41%	-20.00%					
Personal Inj Protection	-43.93%	-20.00%					
Comprehensive	0.61%	0.00%					
Collision	-45.92%	-10.00%					
TOTAL OVERALL EFFECT	-22.09%	-4.53%					

6. 5 Year History Rate Change History

Year	Policy Count	% of Change	Effective Date	State Written Premium (000)	Paid Losses (000)	State Loss Ratio	Countrywide Loss Ratio
2004	16,444	6.00%	1/15/04	3,262	1,220	37.40%	N/A
2005	16,709			3,379	1,775	52.53%	N/A
2006	17,127			3,497	1,626	46.50%	N/A
2007	17,303			3,606	1,339	37.13%	N/A
2008	18,036			3,775	1,835	48.61%	N/A

RV

7. Expense Constants Selected Provisions

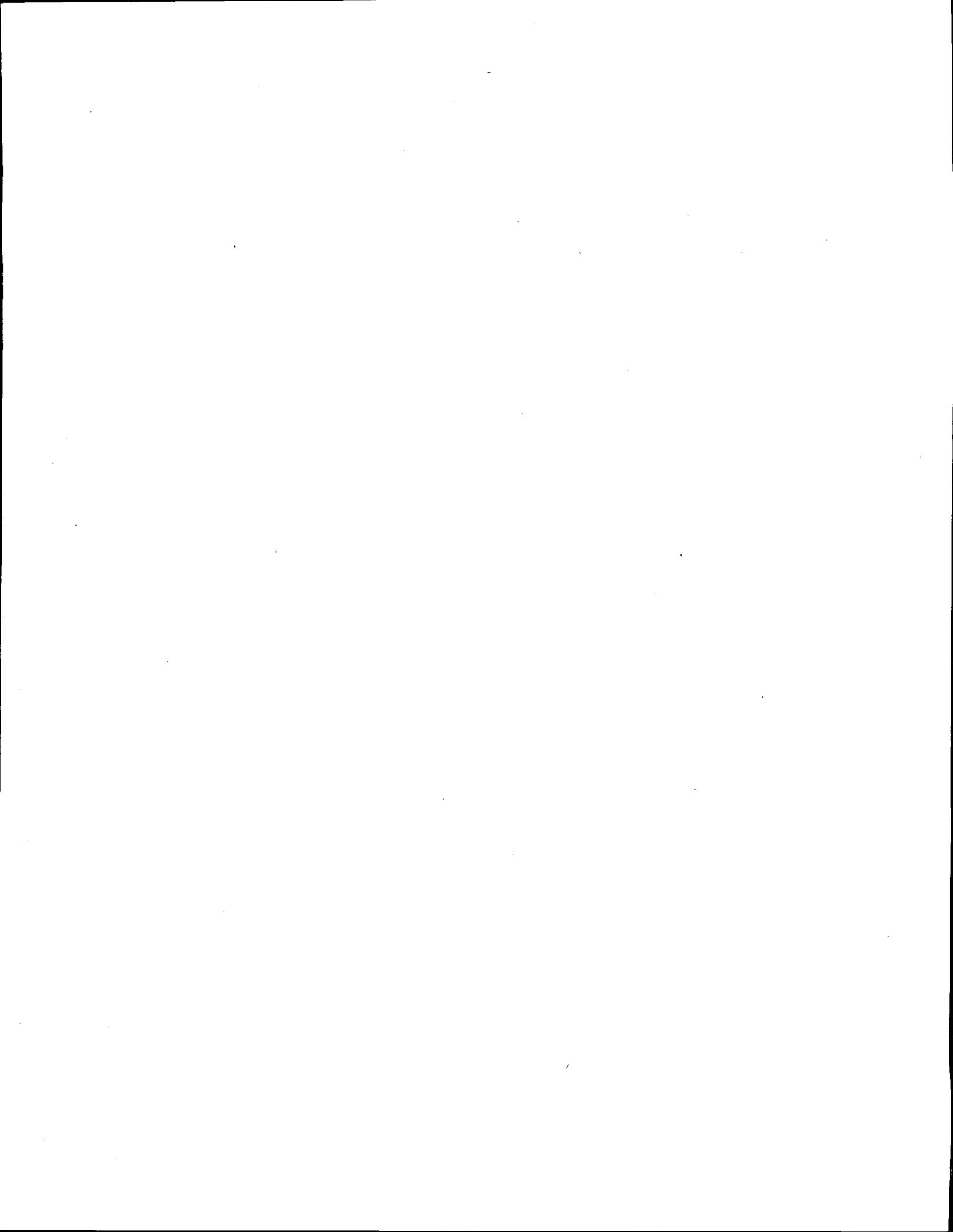
A. Total Production Expense	
B. General Expense	
C. Taxes, License & Fees	
D. Underwriting Profit & Contingencies	
E. Other (explain)	
F. TOTAL	

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

9. 0% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): _____

10. -5% Estimated Maximum Rate Decrease for any Insured (%). Territory (if applicable): _____

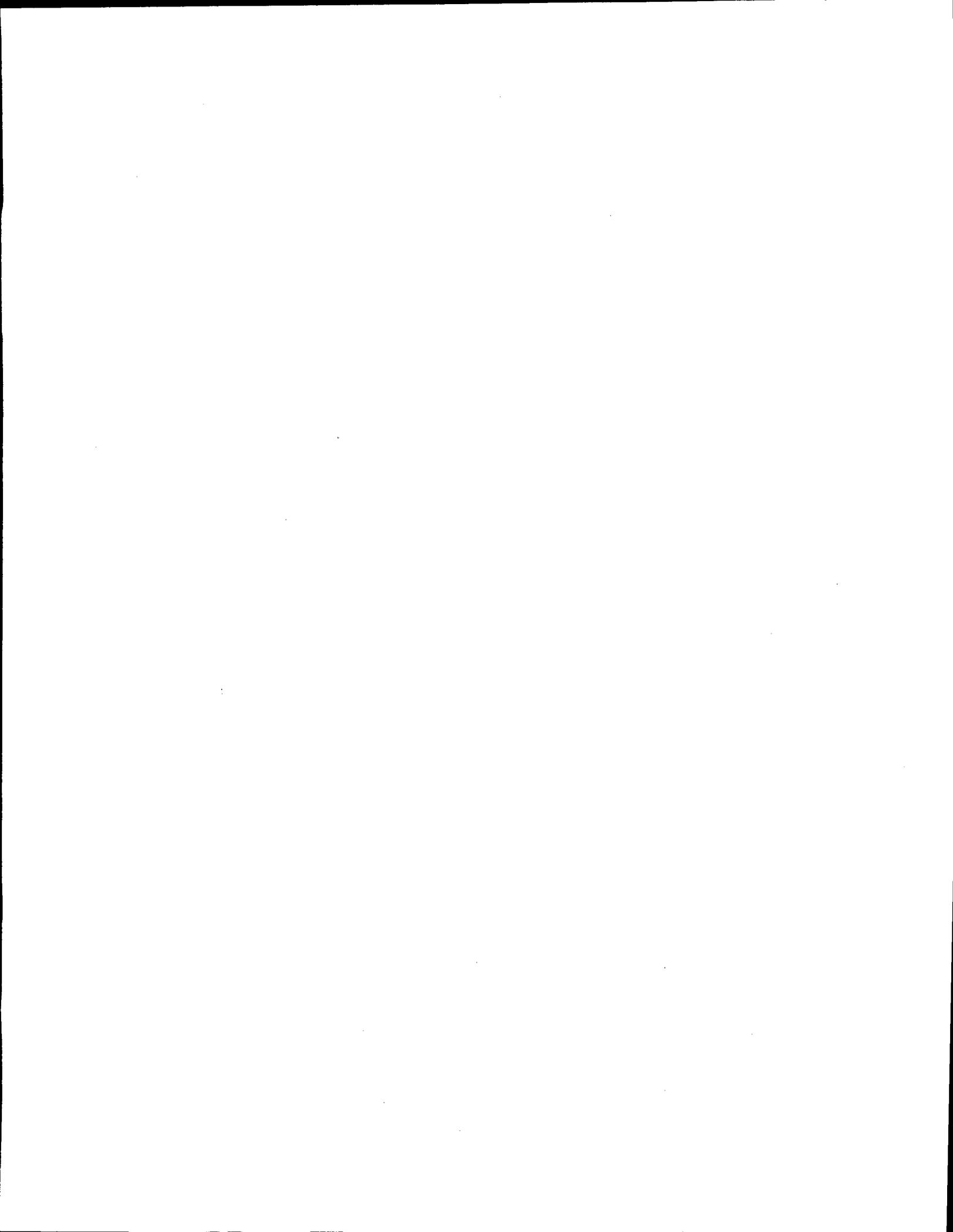
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**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Summary of Proposed Changes
Arkansas**

<u>Coverage</u>	<u>Indicated Change</u>	<u>Proposed Change</u>	<u>On-Level Earned Premium</u>
<i>Bodily Injury</i>	63.17%	40.00%	259,738
<i>UMBI</i>	-72.38%	-20.00%	141,967
<i>Property Damage</i>	-66.69%	-20.00%	182,191
<i>UMPD</i>	-86.41%	-20.00%	129,868
<i>Personal Injury Protection</i>	-43.93%	-20.00%	363,618
<i>Comprehensive</i>	0.61%	0.00%	1,568,553
<i>Collision</i>	-45.92%	-10.00%	1,099,224
Overall	-22.09%	-4.53%	3,745,160

<u>Coverage</u>	<u>Base Rate Changes</u>
<i>Bodily Injury</i>	40.00%
<i>UMBI</i>	-20.00%
<i>Property Damage</i>	-20.00%
<i>UMPD</i>	-20.00%
<i>Personal Injury Protection</i>	-20.00%
<i>Comprehensive</i>	0.00%
<i>Collision</i>	-10.00%
Overall	-4.53%



**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Overall Rate Level Indication
Arkansas**

Bodily Injury

	[1]	[2]	[3]	[4]	[5]	[6]
Fiscal Calendar Year Ending	Collected Earned Premium	Present Level Factor	On-Level Earned Premium [1] x [2]	Premium Trend Factor	Trended On-Level Earned [3] x [4]	Selected Experience Year Weights
3/31/2005	221,797	1.0000	221,797	1.0000	221,797	0.10
3/31/2006	232,991	1.0000	232,991	1.0000	232,991	0.15
3/31/2007	237,873	1.0000	237,873	1.0000	237,873	0.20
3/31/2008	244,098	1.0000	244,098	1.0000	244,098	0.25
3/31/2009	<u>259,738</u>	1.0000	<u>259,738</u>	1.0000	<u>259,738</u>	0.30
	1,196,497		1,196,497		1,196,497	

	[7]	[8]	[9]	[10]	[11]	[12]	[13]
Fiscal Accident Year Ending	Accident Year Incurred Losses and D&CC	Ultimate Losses Reported Method	Ultimate Losses Paid LDF Method	Selected Ultimate Incurred Losses	Pure Premium Trend Factor	Trended Ultimate Losses and D&CC [10] x [11]	Experience Period Loss Ratio [12] / [5]
3/31/2005	169,953	168,464	174,552	171,508	0.8608	147,636	66.56%
3/31/2006	608,345	599,408	641,265	620,336	0.8829	547,686	235.07%
3/31/2007	155,828	153,386	178,298	165,842	0.9055	150,173	63.13%
3/31/2008	351,111	350,830	395,205	373,017	0.9287	346,437	141.93%
3/31/2009	<u>371,487</u>	<u>402,105</u>	<u>40,231</u>	<u>329,730</u>	0.9526	<u>314,108</u>	120.93%
	1,656,724	1,674,192	1,429,550	1,660,433		1,506,040	

Weighted Experience Period Loss Ratio [14]: 126.30%
 Loss Adjustment Expense Factor [15]: 1.1070
 Weighted Experience Period Loss Ratio [16]: 139.82%

Fixed Expense Ratio [17]: 10.22%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 5.05%
 Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **63.17%**

[14] = Sumproduct [13],[6]

[15] From Exhibit V

[16] = [14] x [15]

[17] From Exhibit V

[18] From Exhibit V

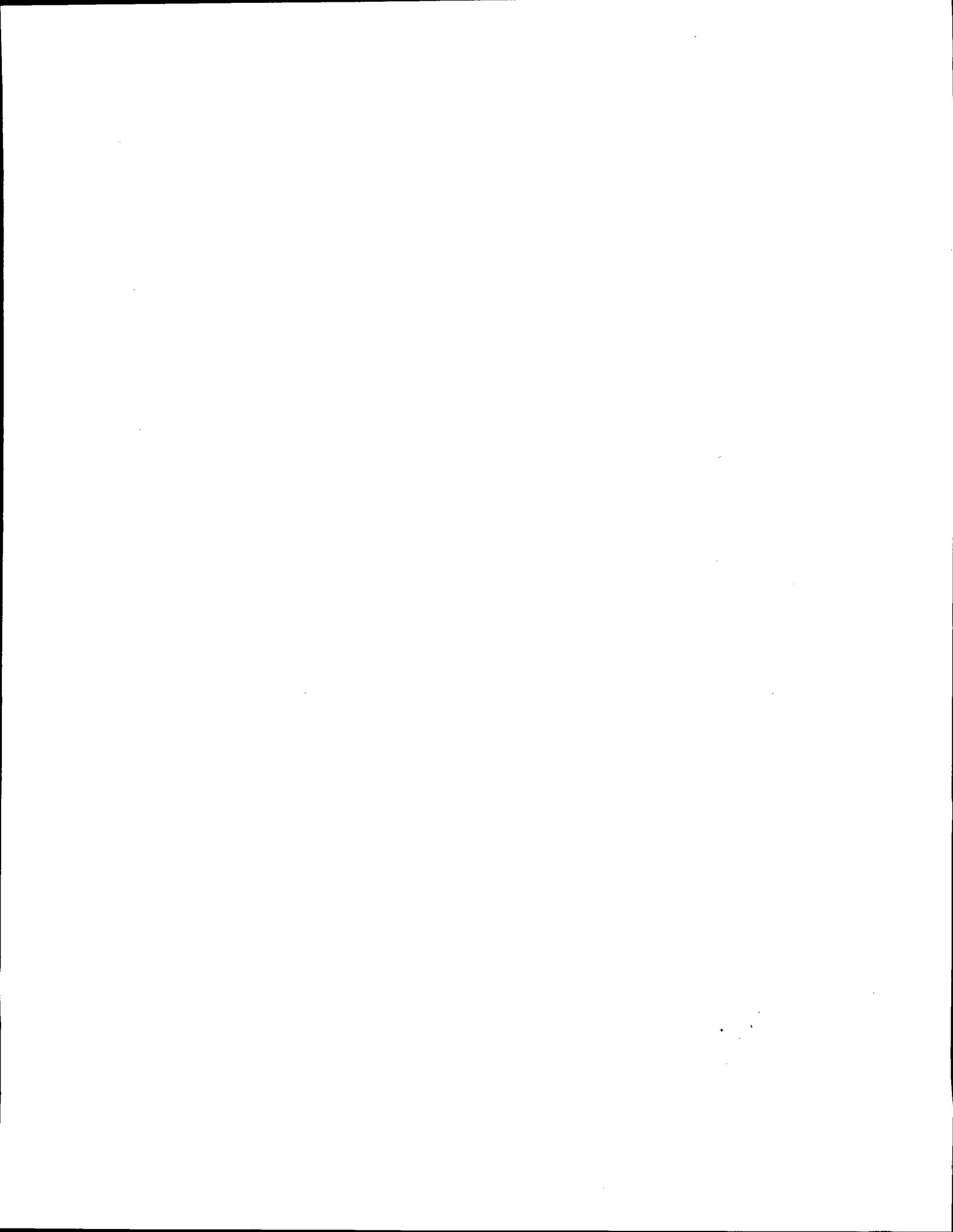
[19] From Exhibit V

[20] From Exhibit V

Effective Date:

12/1/2009

[21] = ([16] + [17] + [18]) / (1 - [19] - [20])



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Overall Rate Level Indication
Arkansas

Uninsured Motorist Bodily Injury

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level Factor	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights	
3/31/2005	114,090	1.0000	114,090	1.0000	114,090	0.10	
3/31/2006	120,725	1.0000	120,725	1.0000	120,725	0.15	
3/31/2007	127,712	1.0000	127,712	1.0000	127,712	0.20	
3/31/2008	134,051	1.0000	134,051	1.0000	134,051	0.25	
3/31/2009	<u>141,967</u>	1.0000	<u>141,967</u>	1.0000	<u>141,967</u>	0.30	
	638,545		638,545		638,545		
Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	0	0	0	0	0.8608	0	0.00%
3/31/2006	0	0	0	0	0.8829	0	0.00%
3/31/2007	0	0	0	0	0.9055	0	0.00%
3/31/2008	0	0	0	0	0.9287	0	0.00%
3/31/2009	<u>50,000</u>	<u>68,089</u>	<u>0</u>	<u>68,089</u>	0.9526	<u>64,864</u>	45.69%
	50,000	68,089	0	68,089		64,864	

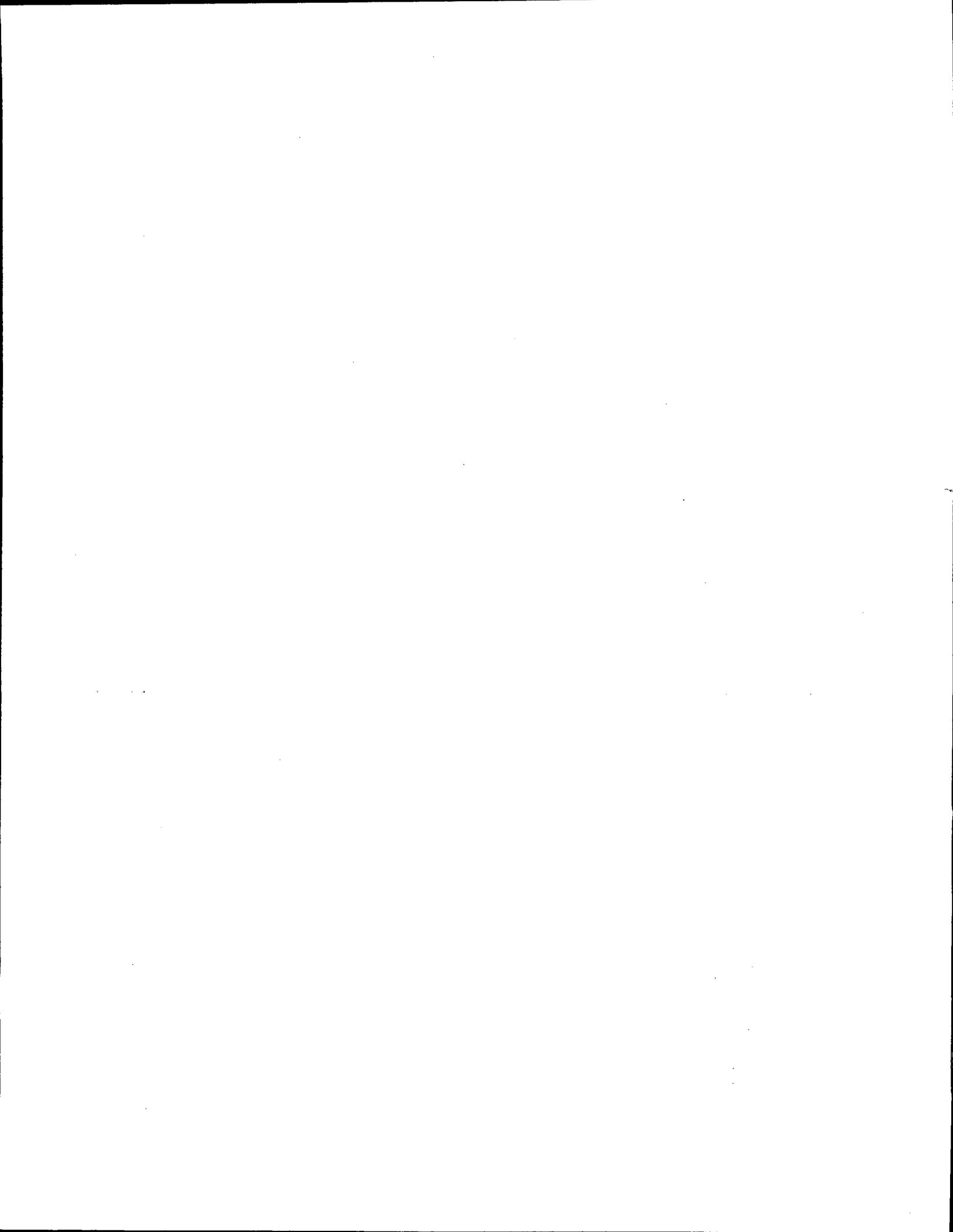
Weighted Experience Period Loss Ratio [14]: 13.71%
Loss Adjustment Expense Factor [15]: 1.1070
Weighted Experience Period Loss Ratio [16]: 15.17%

Fixed Expense Ratio [17]: 10.22%
Catastrophe Load [18]: 0.00%
Variable Expense Ratio [19]: 5.05%
Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **-72.38%**

<p>[14] = Sumproduct [13],[6] [15] From Exhibit V [16] = [14] x [15] [17] From Exhibit V [18] From Exhibit V [19] From Exhibit V [20] From Exhibit V [21] = ([16] + [17] + [18]) / (1 - [19] - [20])</p> <p style="text-align: right;">Effective Date:</p>
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7



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Overall Rate Level Indication
Arkansas

Property Damage

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level Factor	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	157,739	1.0000	157,739	1.0000	157,739	0.10
3/31/2006	163,991	1.0000	163,991	1.0000	163,991	0.15
3/31/2007	170,343	1.0000	170,343	1.0000	170,343	0.20
3/31/2008	175,380	1.0000	175,380	1.0000	175,380	0.25
3/31/2009	<u>182,191</u>	1.0000	<u>182,191</u>	1.0000	<u>182,191</u>	0.30
	849,645		849,645		849,645	

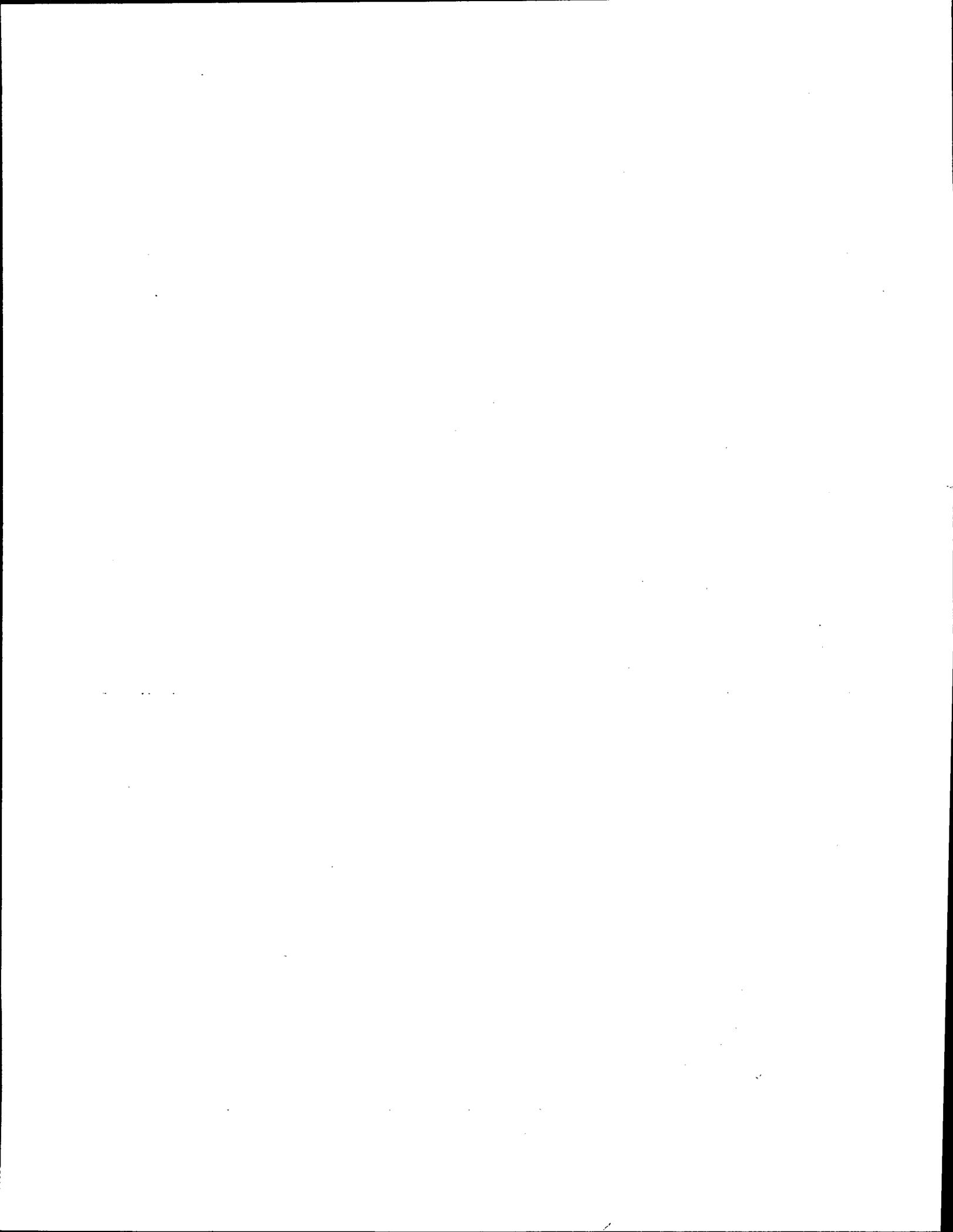
Fiscal Calendar Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	34,128	34,015	34,090	34,053	0.9422	32,086	20.34%
3/31/2006	23,996	23,910	24,001	23,955	0.9518	22,799	13.90%
3/31/2007	43,624	43,416	43,738	43,577	0.9614	41,893	24.59%
3/31/2008	27,268	27,124	27,490	27,307	0.9711	26,517	15.12%
3/31/2009	<u>25,749</u>	<u>26,419</u>	<u>26,460</u>	<u>26,439</u>	0.9809	<u>25,935</u>	14.23%
	154,764	154,883	155,778	155,331		149,230	

Weighted Experience Period Loss Ratio [14]: 17.09%
 Loss Adjustment Expense Factor [15]: 1.1945
 Weighted Experience Period Loss Ratio [16]: 20.41%

Fixed Expense Ratio [17]: 10.22%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 5.05%
 Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **-66.69%**

[14] = Sumproduct [13],[6]	
[15] From Exhibit V	
[16] = [14] x [15]	
[17] From Exhibit V	
[18] From Exhibit V	
[19] From Exhibit V	
[20] From Exhibit V	Effective Date: 12/1/2009
[21] = ([16] + [17] + [18]) / (1 - [19] - [20])	



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Overall Rate Level Indication
Arkansas

Uninsured Motorist Property Damage

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level Factor	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights	
3/31/2005	98,398	1.0000	98,398	1.0000	98,398	0.10	
3/31/2006	105,787	1.0000	105,787	1.0000	105,787	0.15	
3/31/2007	114,000	1.0000	114,000	1.0000	114,000	0.20	
3/31/2008	121,320	1.0000	121,320	1.0000	121,320	0.25	
3/31/2009	<u>129,868</u>	1.0000	<u>129,868</u>	1.0000	<u>129,868</u>	0.30	
	569,373		569,373		569,373		
Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	3,881	3,831	3,829	3,830	1.1244	4,306	4.38%
3/31/2006	0	0	0	0	1.1023	0	0.00%
3/31/2007	3,211	3,111	3,111	3,111	1.0807	3,362	2.95%
3/31/2008	0	0	0	0	1.0595	0	0.00%
3/31/2009	<u>4,366</u>	<u>4,234</u>	<u>4,352</u>	<u>4,293</u>	1.0387	<u>4,460</u>	3.43%
	11,457	11,176	11,292	11,234		12,128	

Weighted Experience Period Loss Ratio [14]:	2.06%
Loss Adjustment Expense Factor [15]:	1.1070
Weighted Experience Period Loss Ratio [16]:	2.28%
Fixed Expense Ratio [17]:	10.22%
Catastrophe Load [18]:	0.00%
Variable Expense Ratio [19]:	5.05%
Profit Provision [20]:	3.00%
Indicated Rate Change [21]:	-86.41%

[14] = Sumproduct [13],[6]

[15] From Exhibit V

[16] = [14] x [15]

[17] From Exhibit V

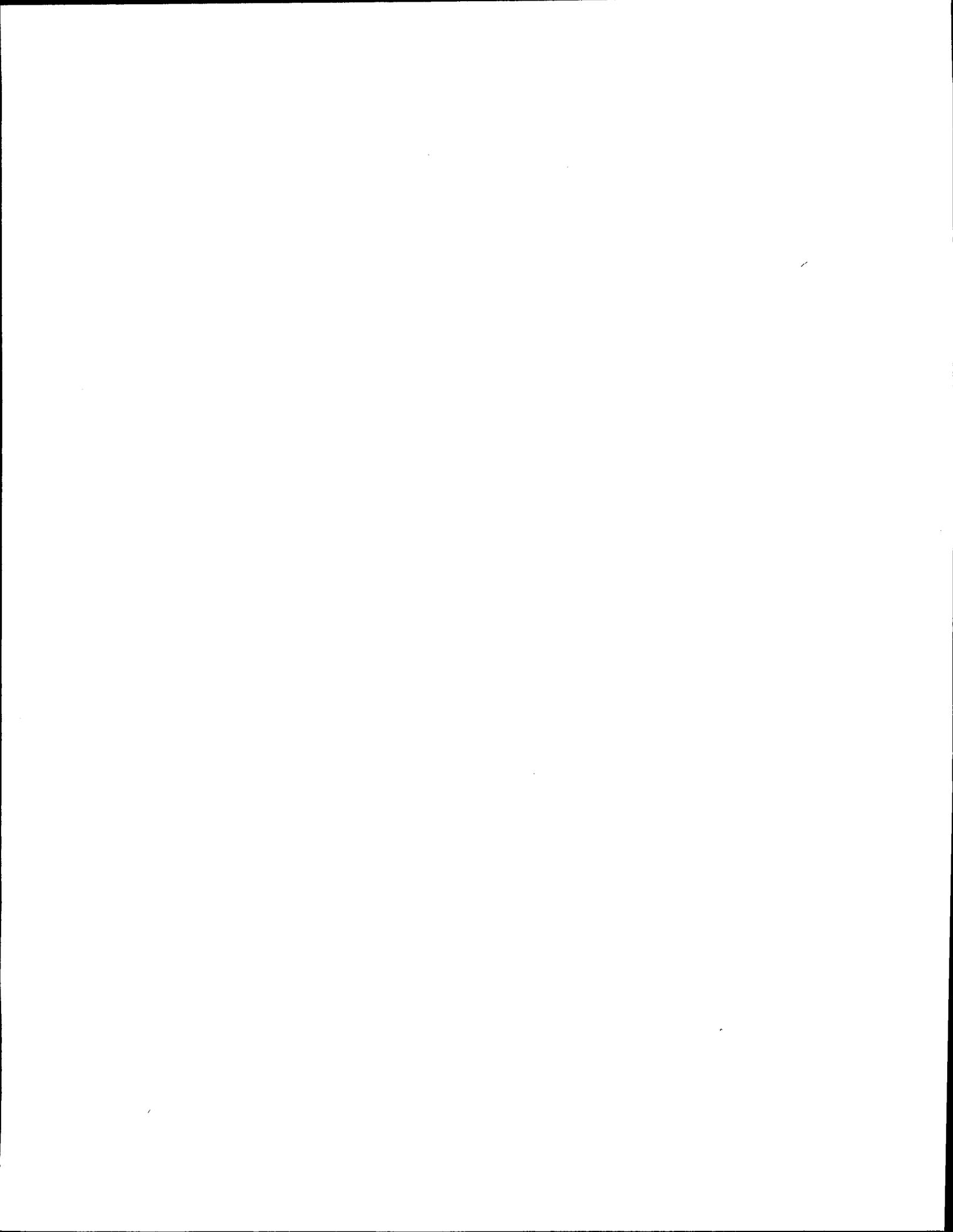
[18] From Exhibit V

[19] From Exhibit V

[20] From Exhibit V

[21] = ([16] + [17] + [18]) / (1 - [19] - [20])

Effective Date: 12/1/2009



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Overall Rate Level Indication
Arkansas

Personal Injury Protection

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level Factor	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	333,579	1.0000	333,579	1.0000	333,579	0.10
3/31/2006	340,346	1.0000	340,346	1.0000	340,346	0.15
3/31/2007	348,830	1.0000	348,830	1.0000	348,830	0.20
3/31/2008	354,381	1.0000	354,381	1.0000	354,381	0.25
3/31/2009	<u>363,618</u>	1.0000	<u>363,618</u>	1.0000	<u>363,618</u>	0.30
	1,740,754		1,740,754		1,740,754	

Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	97,330	96,506	96,883	96,695	0.9282	89,756	26.91%
3/31/2006	152,397	149,813	150,941	150,377	0.9400	141,353	41.53%
3/31/2007	205,458	196,791	200,847	198,819	0.9519	189,253	54.25%
3/31/2008	143,098	129,079	137,528	133,304	0.9639	128,496	36.26%
3/31/2009	<u>147,850</u>	<u>110,454</u>	<u>129,266</u>	<u>119,860</u>	0.9762	<u>117,004</u>	32.18%
	746,132	682,643	715,465	699,054		665,863	

Weighted Experience Period Loss Ratio [14]: 38.49%
 Loss Adjustment Expense Factor [15]: 1.0740
 Weighted Experience Period Loss Ratio [16]: 41.34%

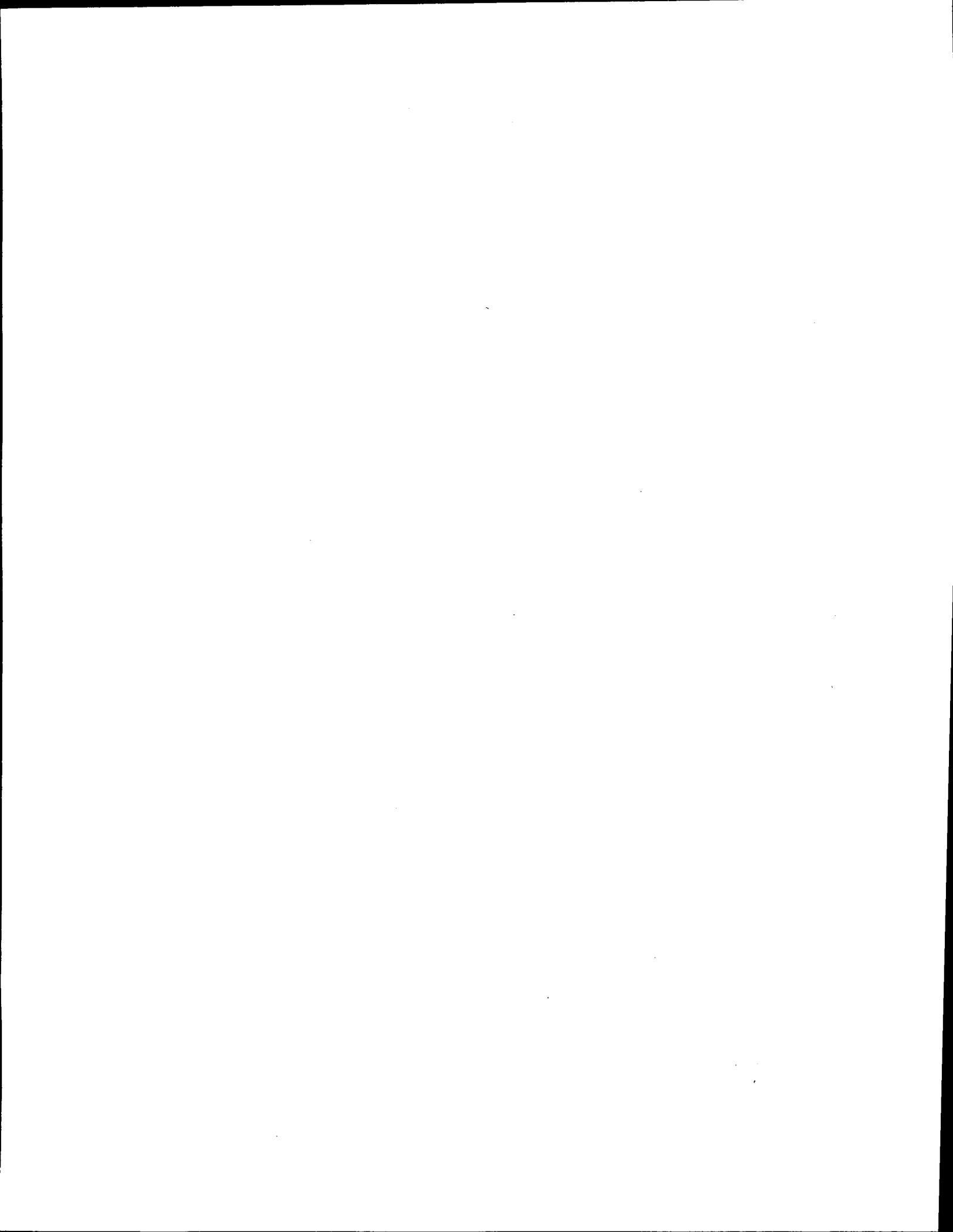
Fixed Expense Ratio [17]: 10.22%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 5.05%
 Profit Provision [20]: 3.00%

Indicated Rate Change [21]: **-43.93%**

[14] = Sumproduct [13],[6]
 [15] From Exhibit V
 [16] = [14] x [15]
 [17] From Exhibit V
 [18] From Exhibit V
 [19] From Exhibit V
 [20] From Exhibit V
 [21] = ([16] + [17] + [18]) / (1 - [19] - [20])

Effective Date: 12/1/2009

10



**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Overall Rate Level Indication
Arkansas**

Comprehensive

	[1]	[2]	[3]	[4]	[5]	[6]
Fiscal Calendar Year Ending	Collected Earned Premium	Present Level Factor	On-Level Earned Premium [1] x [2]	Premium Trend Factor	Trended On-Level Earned [3] x [4]	Selected Experience Year Weights
3/31/2005	1,339,816	1.0217	1,368,886	1.0000	1,368,886	0.10
3/31/2006	1,404,673	1.0000	1,404,673	1.0000	1,404,673	0.15
3/31/2007	1,457,756	1.0000	1,457,756	1.0000	1,457,756	0.20
3/31/2008	1,502,561	1.0000	1,502,561	1.0000	1,502,561	0.25
3/31/2009	<u>1,568,553</u>	1.0000	<u>1,568,553</u>	1.0000	<u>1,568,553</u>	0.30
	7,273,359		7,302,429		7,302,429	

	[7]	[8]	[9]	[10]	[11]	[12]	[13]
Fiscal Accident Year Ending	Accident Year Incurred Losses and D&CC	Ultimate Losses Reported Method	Ultimate Losses Paid LDF Method	Selected Ultimate Incurred Losses	Pure Premium Loss Trend Factor	Trended Ultimate Losses and D&CC [10] x [11]	Experience Period Loss Ratio [12] / [13]
3/31/2005	614,087	613,289	612,921	613,105	1.2613	773,339	56.49%
3/31/2006	702,013	700,540	700,400	700,470	1.2128	849,554	60.48%
3/31/2007	699,518	700,147	698,260	699,204	1.1662	815,402	55.94%
3/31/2008	550,475	551,522	550,310	550,916	1.1213	617,761	41.11%
3/31/2009	<u>754,277</u>	<u>798,440</u>	<u>648,349</u>	<u>723,395</u>	1.0781	<u>779,885</u>	49.72%
	3,320,370	3,363,939	3,210,240	3,287,089		3,835,941	

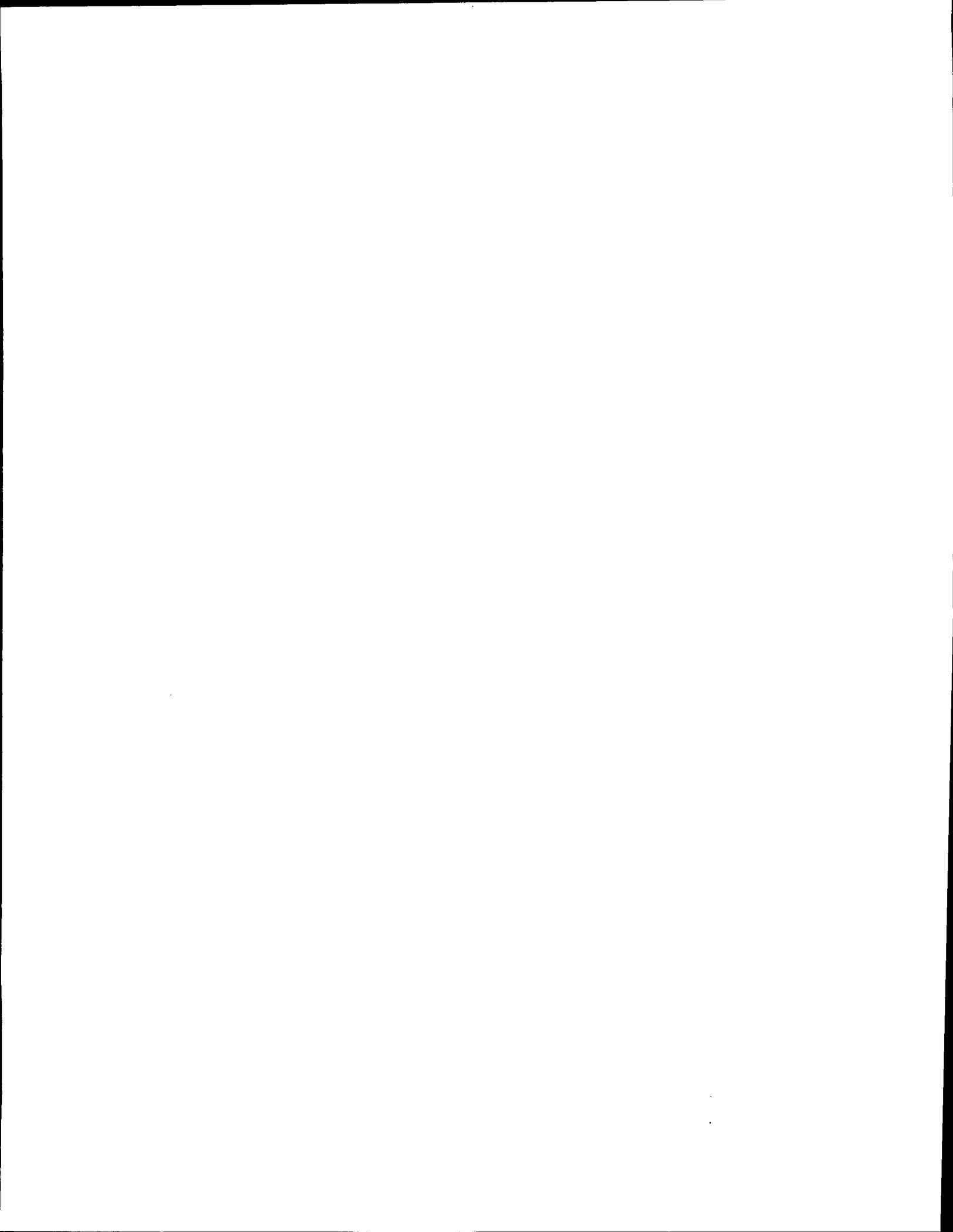
Weighted Experience Period Loss Ratio [14]: 51.10%
 Loss Adjustment Expense Factor [15]: 1.1300
 Weighted Experience Period Loss Ratio [16]: 57.75%

Fixed Expense Ratio [17]: 13.97%
 Catastrophe Load [18]: 14.00%
 Variable Expense Ratio [19]: 8.80%
 Profit Provision [20]: 6.00%

Indicated Rate Change [21]: **0.61%**

[14] = Sumproduct [13],[6]
 [15] From Exhibit V
 [16] = [14] x [15]
 [17] From Exhibit V
 [18] From Exhibit V
 [19] From Exhibit V
 [20] From Exhibit V
 [21] = ([16] + [17] + [18]) / (1 - [19] - [20])

Effective Date: 12/1/2009



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Overall Rate Level Indication
Arkansas

Collision

Fiscal Calendar Year Ending	[1] Collected Earned Premium	[2] Present Level Factor	[3] On-Level Earned Premium [1] x [2]	[4] Premium Trend Factor	[5] Trended On-Level Earned [3] x [4]	[6] Selected Experience Year Weights
3/31/2005	956,263	1.0000	956,263	1.0000	956,263	0.10
3/31/2006	984,154	1.0000	984,154	1.0000	984,154	0.15
3/31/2007	1,021,334	1.0000	1,021,334	1.0000	1,021,334	0.20
3/31/2008	1,052,725	1.0000	1,052,725	1.0000	1,052,725	0.25
3/31/2009	<u>1,099,224</u>	1.0000	<u>1,099,224</u>	1.0000	<u>1,099,224</u>	0.30
	5,113,700		5,113,700		5,113,700	

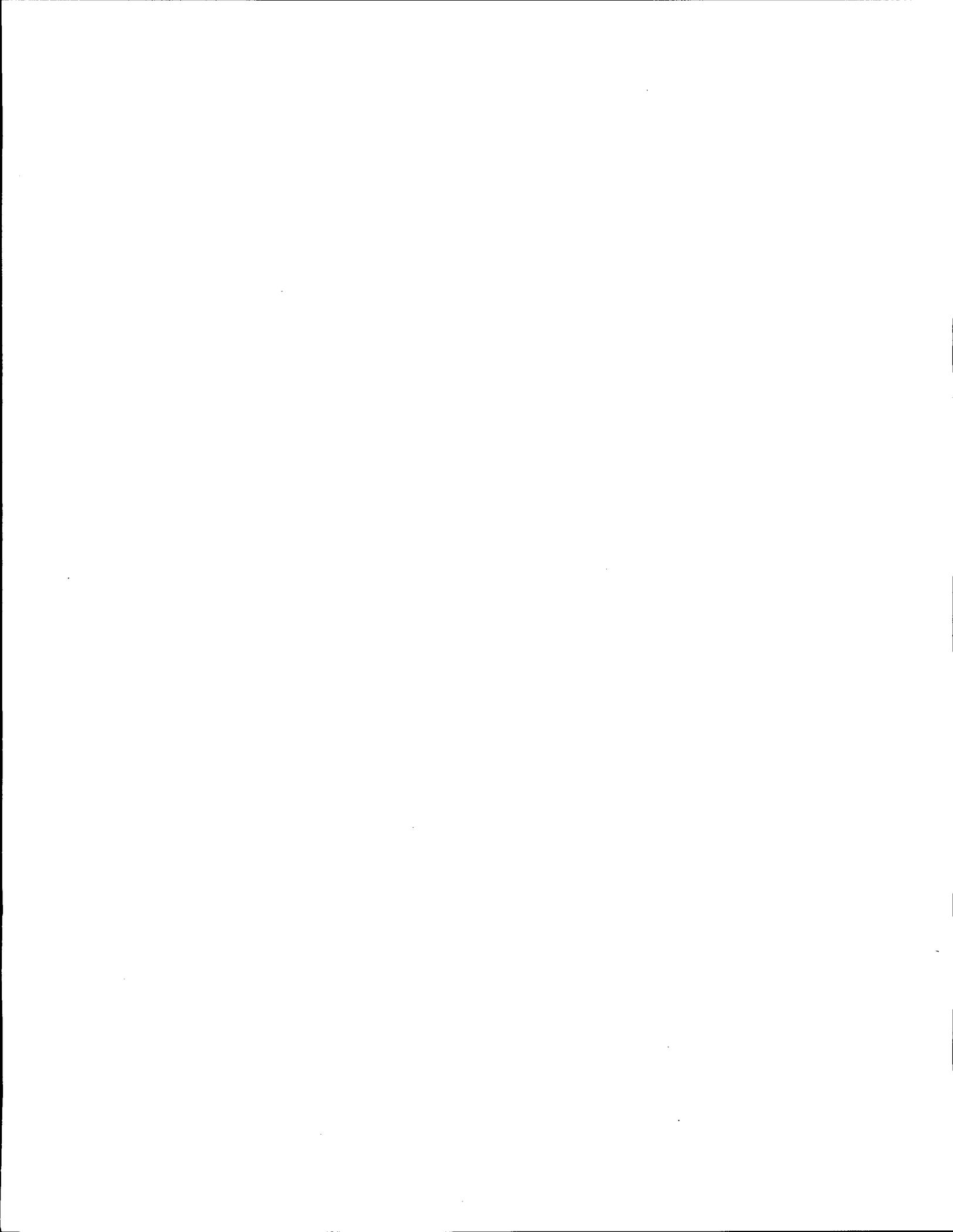
Fiscal Accident Year Ending	[7] Accident Year Incurred Losses and D&CC	[8] Ultimate Losses Reported Method	[9] Ultimate Losses Paid LDF Method	[10] Selected Ultimate Incurred Losses	[11] Pure Premium Loss Trend Factor	[12] Trended Ultimate Losses and D&CC [10] x [11]	[13] Experience Period Loss Ratio [12] / [5]
3/31/2005	273,782	273,180	273,180	273,180	1.0921	298,351	31.20%
3/31/2006	317,880	316,865	316,801	316,833	1.0760	340,912	34.64%
3/31/2007	369,378	367,463	367,463	367,463	1.0601	389,546	38.14%
3/31/2008	310,825	307,917	308,009	307,963	1.0444	321,646	30.55%
3/31/2009	<u>309,783</u>	<u>309,969</u>	<u>299,268</u>	<u>304,619</u>	1.0290	<u>313,439</u>	28.51%
	1,581,648	1,575,393	1,564,721	1,570,057		1,663,894	

Weighted Experience Period Loss Ratio [14]: 32.14%
 Loss Adjustment Expense Factor [15]: 1.0950
 Weighted Experience Period Loss Ratio [16]: 35.19%

Fixed Expense Ratio [17]: 11.97%
 Catastrophe Load [18]: 0.00%
 Variable Expense Ratio [19]: 6.80%
 Profit Provision [20]: 6.00%

Indicated Rate Change [21]: **-45.92%**

[14] = Sumproduct [13],[6]	
[15] From Exhibit V	
[16] = [14] x [15]	
[17] From Exhibit V	
[18] From Exhibit V	
[19] From Exhibit V	
[20] From Exhibit V	Effective Date: 12/1/2009
[21] = ([16] + [17] + [18]) / (1 - [19] - [20])	



**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Present Level Factors
Arkansas**

Bodily Injury

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	54.79%
		2006	1.0000	1.0000	56.43%
		2007	1.0000	1.0000	56.37%
		2008	1.0000	1.0000	56.96%
		2009	1.0000	1.0000	58.39%
		Current:	1.0000		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	45.21%
		2006	1.0000	1.0000	43.57%
		2007	1.0000	1.0000	43.63%
		2008	1.0000	1.0000	43.04%
		2009	1.0000	1.0000	41.61%
		Current:	1.0000		

Fiscal Calendar Year	Final Weighted PLF
2005	1.0000
2006	1.0000
2007	1.0000
2008	1.0000
2009	1.0000

Notes: * -Average rate level is computed using the standard parallelogram method.

**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Present Level Factors
Arkansas**

Uninsured Motorist Bodily Injury

Six Month Automobile Policies

Rate Change <u>Date</u>	Rate <u>Change</u>	Fiscal <u>Year</u>	* Average Rate <u>Level</u>	Present Level <u>Factor</u>	Term Premium <u>Distribution</u>
15-Jan-04	0.00%	2005	1.0000	1.0000	80.16%
		2006	1.0000	1.0000	80.06%
		2007	1.0000	1.0000	80.07%
		2008	1.0000	1.0000	79.78%
		2009	1.0000	1.0000	78.26%
		Current:	1.0000		

Twelve Month Automobile Policies

Rate Change <u>Date</u>	Rate <u>Change</u>	Fiscal <u>Year</u>	* Average Rate <u>Level</u>	Present Level <u>Factor</u>	Term Premium <u>Distribution</u>
15-Jan-04	0.00%	2005	1.0000	1.0000	19.84%
		2006	1.0000	1.0000	19.94%
		2007	1.0000	1.0000	19.93%
		2008	1.0000	1.0000	20.22%
		2009	1.0000	1.0000	21.74%
		Current:	1.0000		

Fiscal Calendar <u>Year</u>	Final Weighted <u>PLF</u>
2005	1.0000
2006	1.0000
2007	1.0000
2008	1.0000
2009	1.0000

Notes: * -Average rate level is computed using the standard parallelogram method.



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Present Level Factors
Arkansas

Property Damage

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	65.77%
		2006	1.0000	1.0000	65.39%
		2007	1.0000	1.0000	65.87%
		2008	1.0000	1.0000	65.83%
		2009	1.0000	1.0000	65.58%
		Current:	1.0000		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	34.23%
		2006	1.0000	1.0000	34.61%
		2007	1.0000	1.0000	34.13%
		2008	1.0000	1.0000	34.17%
		2009	1.0000	1.0000	34.42%
		Current:	1.0000		

Fiscal Calendar Year	Final Weighted PLF
2005	1.0000
2006	1.0000
2007	1.0000
2008	1.0000
2009	1.0000

Notes: * -Average rate level is computed using the standard parallelogram method.

**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Present Level Factors
Arkansas**

Uninsured Motorist Property Damage

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	63.02%
		2006	1.0000	1.0000	62.78%
		2007	1.0000	1.0000	63.06%
		2008	1.0000	1.0000	62.52%
		2009	1.0000	1.0000	61.97%
		Current:	1.0000		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	36.98%
		2006	1.0000	1.0000	37.22%
		2007	1.0000	1.0000	36.94%
		2008	1.0000	1.0000	37.48%
		2009	1.0000	1.0000	38.03%
		Current:	1.0000		

Fiscal Calendar Year	Final Weighted PLF
2005	1.0000
2006	1.0000
2007	1.0000
2008	1.0000
2009	1.0000

Notes: * -Average rate level is computed using the standard parallelogram method.

16

Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Present Level Factors
Arkansas

Personal Injury Protection

Six Month Automobile Policies

<u>Rate Change Date</u>	<u>Rate Change</u>	<u>Fiscal Year</u>	<u>* Average Rate LevelFactor</u>	<u>Present Level</u>	<u>Term Premium Distribution</u>
15-Jan-04	0.00%	2005	1.0000	1.0000	66.21%
		2006	1.0000	1.0000	66.25%
		2007	1.0000	1.0000	66.81%
		2008	1.0000	1.0000	66.76%
		2009	1.0000	1.0000	66.50%
		Current:	1.0000		

Twelve Month Automobile Policies

<u>Rate Change Date</u>	<u>Rate Change</u>	<u>Fiscal Year</u>	<u>* Average Rate LevelFactor</u>	<u>Present Level</u>	<u>Term Premium Distribution</u>
15-Jan-04	0.00%	2005	1.0000	1.0000	33.79%
		2006	1.0000	1.0000	33.75%
		2007	1.0000	1.0000	33.19%
		2008	1.0000	1.0000	33.24%
		2009	1.0000	1.0000	33.50%
		Current:	1.0000		

<u>Fiscal Calendar Year</u>	<u>Final Weighted PLF</u>
2005	1.0000
2006	1.0000
2007	1.0000
2008	1.0000
2009	1.0000

Notes: * -Average rate level is computed using the standard parallelogram method.

17

Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Present Level Factors
Arkansas

Comprehensive

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	15.00%	2005	1.1376	1.0109	66.00%
		2006	1.1500	1.0000	65.24%
		2007	1.1500	1.0000	65.60%
		2008	1.1500	1.0000	65.51%
		2009	1.1500	1.0000	65.32%
		Current:	1.1500		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	15.00%	2005	1.1030	1.0426	34.00%
		2006	1.1500	1.0000	34.76%
		2007	1.1500	1.0000	34.40%
		2008	1.1500	1.0000	34.49%
		2009	1.1500	1.0000	34.68%
		Current:	1.1500		

Fiscal Calendar Year	Final Weighted PLF
2005	1.0217
2006	1.0000
2007	1.0000
2008	1.0000
2009	1.0000

Notes: * -Average rate level is computed using the standard parallelogram method.

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**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Present Level Factors
Arkansas**

Collision

Six Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	65.47%
		2006	1.0000	1.0000	65.24%
		2007	1.0000	1.0000	65.59%
		2008	1.0000	1.0000	65.51%
		2009	1.0000	1.0000	65.32%
		Current:	1.0000		

Twelve Month Automobile Policies

Rate Change Date	Rate Change	Fiscal Year	* Average Rate Level	Present Level Factor	Term Premium Distribution
15-Jan-04	0.00%	2005	1.0000	1.0000	34.53%
		2006	1.0000	1.0000	34.76%
		2007	1.0000	1.0000	34.41%
		2008	1.0000	1.0000	34.49%
		2009	1.0000	1.0000	34.68%
		Current:	1.0000		

Fiscal Calendar Year	Final Weighted PLF
2005	1.0000
2006	1.0000
2007	1.0000
2008	1.0000
2009	1.0000

Notes: * -Average rate level is computed using the standard parallelogram method.

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**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Pure Premium Trends
Arkansas**

Quarter Ending	X-Value	<i>Pure Premium Trend (Paid Losses / Earned Exposures)</i>							
		<u>BI</u>	<u>UMBI</u>	<u>PD</u>	<u>UMPD</u>	<u>PIP</u>	<u>COMP</u>	<u>COLL</u>	
2005 QTR 2	1	\$ 94.48	\$ 20.75	\$ 77.28	\$ 7.80	\$ 22.96	\$ 84.35	\$ 168.64	
2005 QTR 3	2	\$ 96.66	\$ 22.67	\$ 77.02	\$ 7.82	\$ 23.40	\$ 83.99	\$ 167.38	
2005 QTR 4	3	\$ 105.62	\$ 25.58	\$ 82.24	\$ 8.80	\$ 24.61	\$ 92.37	\$ 178.54	
2006 QTR 1	4	\$ 104.47	\$ 25.92	\$ 81.23	\$ 8.75	\$ 23.99	\$ 91.47	\$ 176.38	
2006 QTR 2	5	\$ 105.16	\$ 26.52	\$ 81.43	\$ 8.84	\$ 24.08	\$ 98.44	\$ 178.18	
2006 QTR 3	6	\$ 100.57	\$ 24.33	\$ 81.22	\$ 9.05	\$ 23.22	\$ 98.78	\$ 178.85	
2006 QTR 4	7	\$ 99.50	\$ 24.46	\$ 82.40	\$ 8.74	\$ 22.57	\$ 98.76	\$ 182.36	
2007 QTR 1	8	\$ 98.06	\$ 24.04	\$ 81.58	\$ 8.71	\$ 22.70	\$ 99.68	\$ 183.49	
2007 QTR 2	9	\$ 92.97	\$ 24.66	\$ 83.10	\$ 8.82	\$ 22.09	\$ 96.80	\$ 180.34	
2007 QTR 3	10	\$ 94.12	\$ 23.65	\$ 82.09	\$ 9.12	\$ 22.13	\$ 95.09	\$ 180.58	
2007 QTR 4	11	\$ 91.05	\$ 21.33	\$ 81.10	\$ 9.47	\$ 22.99	\$ 95.76	\$ 179.05	
2008 QTR 1	12	\$ 90.16	\$ 22.84	\$ 78.33	\$ 9.23	\$ 22.98	\$ 96.11	\$ 180.19	
2008 QTR 2	13	\$ 90.38	\$ 20.84	\$ 77.16	\$ 9.27	\$ 22.32	\$ 99.53	\$ 182.04	
2008 QTR 3	14	\$ 87.23	\$ 22.83	\$ 78.58	\$ 9.04	\$ 21.96	\$ 102.50	\$ 180.07	
2008 QTR 4	15	\$ 88.25	\$ 22.44	\$ 77.80	\$ 8.92	\$ 22.01	\$ 104.57	\$ 177.26	
2009 QTR 1	16	\$ 86.71	\$ 20.07	\$ 79.66	\$ 9.08	\$ 21.64	\$ 110.65	\$ 177.68	

	<i>Exponential Least Squares Fitted Annualized Change</i>							
8 Points	-4.36%	-7.30%	-3.16%	-0.21%	-1.59%	8.17%	-0.81%	
12 Points	-6.43%	-7.17%	-1.98%	1.23%	-2.45%	2.89%	-0.35%	
16 Points	-4.41%	-3.26%	-0.38%	3.26%	-2.35%	5.04%	1.15%	

	<i>Selected Annual Changes</i>						
	<u>BI</u>	<u>UMBI</u>	<u>PD</u>	<u>UMPD</u>	<u>PIP</u>	<u>COMP</u>	<u>COLL</u>
Selected Annual Change (Pure Premium)	-2.50%	-2.50%	-1.00%	2.00%	-1.25%	4.00%	1.50%

Fiscal Accident Year	Trend Period	<i>Calculated Loss Trend Factors</i>						
		<u>BI</u>	<u>UMBI</u>	<u>PD</u>	<u>UMPD</u>	<u>PIP</u>	<u>COMP</u>	<u>COLL</u>
3/31/2005	5.92	0.8608	0.8608	0.9422	1.1244	0.9282	1.2613	1.0921
3/31/2006	4.92	0.8829	0.8829	0.9518	1.1023	0.9400	1.2128	1.0760
3/31/2007	3.92	0.9055	0.9055	0.9614	1.0807	0.9519	1.1662	1.0601
3/31/2008	2.92	0.9287	0.9287	0.9711	1.0595	0.9639	1.1213	1.0444
3/31/2009	1.92	0.9526	0.9526	0.9809	1.0387	0.9762	1.0781	1.0290



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Reported Loss Development Analysis
Arkansas

Bodily Injury

Fiscal
Accident

<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	94,354	130,142	105,103	105,103	105,103	105,103	105,103	105,103	105,103	105,103
2001	2,016	10,016	10,016	10,016	10,016	10,016	10,016	10,016	10,016	10,016
2002	154,241	136,677	145,834	138,334	145,345	145,345	145,345	145,345		
2003	538,456	553,643	559,314	588,166	549,830	551,364	551,690			
2004	207,856	295,846	330,847	331,418	231,418					
2005	27,652	182,513	169,953	169,953						
2006	538,300	602,308	606,722	608,345						
2007	213,469	205,791	155,828							
2008	366,517	351,111								
2009	371,487									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.3793	0.8076	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.9682	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	
0.8861	1.0670	0.9486	1.0507	1.0000	1.0000	1.0000	1.0000		
1.0282	1.0102	1.0516	0.9348	1.0028	1.0006				
1.4233	1.1183	1.0017	0.6983	1.0000					
6.6003	0.9312	1.0000	1.0000						
1.1189	1.0073	1.0027							
0.9640	0.7572								
0.9580									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.3216	-0.2137	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.6031	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000		
-0.1209	0.0648	-0.0528	0.0494	0.0000	0.0000	0.0000			
0.0278	0.0102	0.0503	-0.0674	0.0028	0.0006				
0.3530	0.1118	0.0017	-0.3592	0.0000					
1.8871	-0.0713	0.0000	0.0000						
0.1124	0.0073	0.0027							
-0.0366	-0.2781								
-0.0429									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.4546	-0.0440	0.0004	-0.0754	0.0006	0.0001	0.0000	0.0000	0.0000
Avg. All	0.4560	-0.0461	0.0003	-0.0629	0.0006	0.0001	0.0000	0.0000	0.0000
StDev	0.7515	0.1352	0.0298	0.1499	0.0012	0.0003	0.0000	0.0000	n/a
Selected	0.0800	0.0150	-0.0010	-0.0060	-0.0055	-0.0012	-0.0020	0.0003	-0.0004
Age to Age LDF	1.0833	1.0151	0.9990	0.9940	0.9945	0.9988	0.9980	1.0003	0.9996
Cumulative LDF	1.0824	0.9992	0.9843	0.9853	0.9912	0.9967	0.9979	0.9999	0.9996

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Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Reported Loss Development Analysis
Arkansas

Uninsured Motorist Bodily Injury

Fiscal Accident Year	<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>									
	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	-	-	-	-	-	-	-	-	-	-
2001	10,000	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500
2002	-	-	-	-	-	-	-	-	-	-
2003	-	-	-	-	-	-	-	-	-	-
2004	-	-	-	-	-	-	-	-	-	-
2005	-	-	-	-	-	-	-	-	-	-
2006	-	-	-	-	-	-	-	-	-	-
2007	-	-	-	-	-	-	-	-	-	-
2008	-	-	-	-	-	-	-	-	-	-
2009	50,000									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.4500	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000			
0.0000	0.0000	0.0000	0.0000	0.0000					
0.0000	0.0000	0.0000	0.0000						
0.0000	0.0000	0.0000							
0.0000	0.0000								
0.0000									
0.0000									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
-0.7985	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000		
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000				
0.0000	0.0000	0.0000	0.0000	0.0000					
0.0000	0.0000	0.0000	0.0000						
0.0000	0.0000	0.0000							
0.0000	0.0000								
0.0000									
0.0000									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Avg. All	-0.0887	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
StDev	0.2662	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	n/a
Selected	0.2600	0.0500	0.0330	-0.0100	-0.0100	-0.0100	0.0010	-0.0050	-0.0002
Age to Age LDF	1.2969	1.0513	1.0336	0.9900	0.9900	0.9900	1.0010	0.9950	0.9998
Cumulative LDF	1.3618	1.0500	0.9988	0.9664	0.9761	0.9859	0.9958	0.9948	0.9998

Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Reported Loss Development Analysis
Arkansas

Property Damage

Fiscal Accident Year	<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>									
	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	34,200	34,552	34,552	34,552	34,552	34,552	34,552	34,552	34,552	34,552
2001	27,457	39,960	39,960	39,960	39,960	39,960	39,960	39,960	39,960	39,960
2002	24,234	24,544	24,544	24,544	24,544	24,544	24,544	24,544	24,544	24,544
2003	34,787	31,487	31,487	31,487	31,487	31,487	31,487	31,487	31,487	31,487
2004	25,383	30,890	43,831	43,831	43,831	43,831	43,831	43,831	43,831	43,831
2005	34,416	34,128	34,128	34,128	34,128	34,128	34,128	34,128	34,128	34,128
2006	32,950	23,996	23,996	23,996	23,996	23,996	23,996	23,996	23,996	23,996
2007	38,983	43,624	43,624	43,624	43,624	43,624	43,624	43,624	43,624	43,624
2008	27,268	27,268	27,268	27,268	27,268	27,268	27,268	27,268	27,268	27,268
2009	25,749	25,749	25,749	25,749	25,749	25,749	25,749	25,749	25,749	25,749

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0103	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.4554	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0128	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.9051	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.2170	1.4189	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.9916	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.7282	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.1191	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0102	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.3753	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0127	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
-0.0997	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.1964	0.3499	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
-0.0084	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
-0.3171	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.1125	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

<i>Selection of Loss Development Factors</i>									
Avg. 5	-0.0033	0.0700	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Avg. All	0.0313	0.0437	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
StDev	0.1917	0.1237	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	n/a
Selected	0.0310	-0.0005	-0.0012	-0.0003	-0.0013	-0.0018	0.0000	-0.0002	0.0000
Age to Age LDF	1.0315	0.9995	0.9988	0.9997	0.9987	0.9982	1.0000	0.9998	1.0000
Cumulative LDF	1.0260	0.9947	0.9952	0.9964	0.9967	0.9980	0.9998	0.9998	1.0000

Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Reported Loss Development Analysis
Arkansas

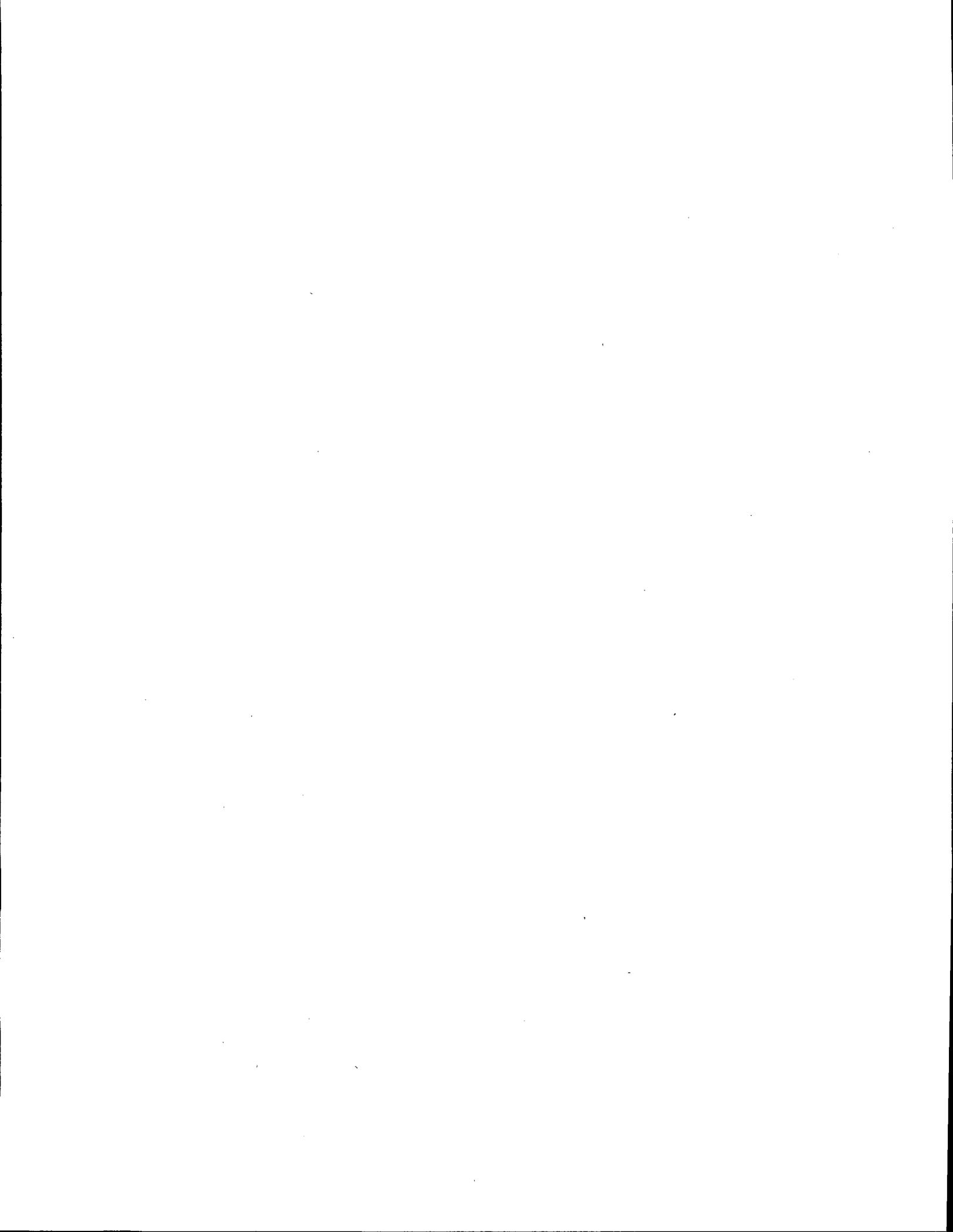
Uninsured Motorist Property Damage

Fiscal Accident Year	Reported Loss & ALAE, Net of Salvage & Subrogation									
	@ 1 year	@ 2 years	@ 3 years	@ 4 years	@ 5 years	@ 6 years	@ 7 years	@ 8 years	@ 9 years	@ 10 years
2000	-	-	-	-	-	-	-	-	-	-
2001	6,925	6,925	6,925	6,925	6,925	6,925	6,925	6,925	6,925	6,925
2002	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)
2003	5,371	5,541	5,541	5,541	5,541	5,541	5,541	5,541	5,541	5,541
2004	3,407	3,407	3,407	3,407	3,407	3,407	3,407	3,407	3,407	3,407
2005	4,093	4,093	3,881	3,881	3,881	3,881	3,881	3,881	3,881	3,881
2006	-	-	-	-	-	-	-	-	-	-
2007	3,101	3,211	3,211	3,211	3,211	3,211	3,211	3,211	3,211	3,211
2008	-	-	-	-	-	-	-	-	-	-
2009	4,366	4,366	4,366	4,366	4,366	4,366	4,366	4,366	4,366	4,366

Age to Age Loss Development Factors									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0317	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	0.9481	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.0355	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Natural Logarithm of Loss Development Factors									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0312	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	-0.0533	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0349	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Selection of Loss Development Factors									
Avg. 5	0.0070	-0.0107	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Avg. All	0.0073	-0.0067	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
StDev	0.0146	0.0188	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	n/a
Selected	0.0150	-0.0140	-0.0100	-0.0085	-0.0050	-0.0040	-0.0020	-0.0010	-0.0010
Age to Age LDF	1.0151	0.9861	0.9900	0.9915	0.9950	0.9960	0.9980	0.9990	0.9990
Cumulative LDF	0.9700	0.9555	0.9690	0.9787	0.9871	0.9920	0.9960	0.9980	0.9990



Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Reported Loss Development Analysis
Arkansas

Personal Injury Protection

Fiscal
Accident

<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	78,586	64,219	64,275	64,275	64,275	64,275	64,275	64,275	64,275	64,275
2001	74,422	84,782	81,117	81,117	81,117	81,117	81,117	81,117	81,117	81,117
2002	127,424	156,564	160,588	161,523	165,324	165,324	164,884	164,884		
2003	173,503	159,337	159,337	159,337	159,337	159,337	159,337			
2004	110,695	95,002	96,217	96,217	101,241	101,241				
2005	97,574	97,362	97,362	97,330	97,330					
2006	171,944	165,835	152,397	152,397						
2007	181,361	201,979	205,458							
2008	143,308	143,098								
2009	147,850									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.8172	1.0009	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.1392	0.9568	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	
1.2287	1.0257	1.0058	1.0235	1.0000	0.9973	1.0000			
0.9184	1.0000	1.0000	1.0000	1.0000	1.0000				
0.8582	1.0128	1.0000	1.0522	1.0000					
0.9978	1.0000	0.9997	1.0000						
0.9645	0.9190	1.0000							
1.1137	1.0172								
0.9985									

<i>Natural Logarithm of Loss Development Factors</i>								
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>
-0.2019	0.0009	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.1303	-0.0442	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	
0.2059	0.0254	0.0058	0.0233	0.0000	-0.0027	0.0000		
-0.0852	0.0000	0.0000	0.0000	0.0000	0.0000			
-0.1529	0.0127	0.0000	0.0509	0.0000				
-0.0022	0.0000	-0.0003	0.0000					
-0.0362	-0.0845	0.0000						
0.1077	0.0171							
-0.0015								

<i>Selection of Loss Development Factors</i>									
Avg. 5	-0.0170	-0.0109	0.0011	0.0148	0.0000	-0.0007	0.0000	0.0000	0.0000
Avg. All	-0.0040	-0.0091	0.0008	0.0124	0.0000	-0.0007	0.0000	0.0000	0.0000
StDev	0.1340	0.0369	0.0022	0.0211	0.0000	0.0013	0.0000	0.0000	n/a
Selected	-0.1885	-0.0600	-0.0260	-0.0086	-0.0040	-0.0030	-0.0008	-0.0007	0.0000
Age to Age LDF	0.8282	0.9418	0.9743	0.9914	0.9960	0.9970	0.9992	0.9993	1.0000
Cumulative LDF	0.7471	0.9020	0.9578	0.9830	0.9915	0.9955	0.9985	0.9993	1.0000

Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Reported Loss Development Analysis
Arkansas

Comprehensive

Fiscal
Accident

<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	510,912	529,929	529,567	526,145	526,145	526,145	526,308	526,308	526,308	526,308
2001	588,170	638,511	628,884	629,901	634,805	641,155	641,155	641,155	641,155	
2002	708,855	722,963	722,903	721,602	719,602	718,102	717,502	717,502		
2003	603,889	612,277	611,345	609,525	607,985	607,356	607,032			
2004	668,839	689,124	679,405	678,510	678,650	677,694				
2005	631,702	625,445	617,663	614,087	614,087					
2006	676,970	698,204	703,253	702,013						
2007	661,417	700,398	699,518							
2008	534,023	550,475								
2009	754,277									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0372	0.9993	0.9935	1.0000	1.0000	1.0003	1.0000	1.0000	1.0000	1.0000
1.0856	0.9849	1.0016	1.0078	1.0100	1.0000	1.0000	1.0000		
1.0199	0.9999	0.9982	0.9972	0.9979	0.9992	1.0000			
1.0139	0.9985	0.9970	0.9975	0.9990	0.9995				
1.0303	0.9859	0.9987	1.0002	0.9986					
0.9901	0.9876	0.9942	1.0000						
1.0314	1.0072	0.9982							
1.0589	0.9987								
1.0308									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0365	-0.0007	-0.0065	0.0000	0.0000	0.0003	0.0000	0.0000	0.0000	0.0000
0.0821	-0.0152	0.0016	0.0078	0.0100	0.0000	0.0000	0.0000		
0.0197	-0.0001	-0.0018	-0.0028	-0.0021	-0.0008	0.0000			
0.0138	-0.0015	-0.0030	-0.0025	-0.0010	-0.0005				
0.0299	-0.0142	-0.0013	0.0002	-0.0014					
-0.0100	-0.0125	-0.0058	0.0000						
0.0309	0.0072	-0.0018							
0.0573	-0.0013								
0.0303									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0277	-0.0045	-0.0027	0.0005	0.0011	-0.0003	0.0000	0.0000	0.0000
Avg. All	0.0323	-0.0048	-0.0026	0.0004	0.0011	-0.0003	0.0000	0.0000	0.0000
StDev	0.0260	0.0081	0.0028	0.0038	0.0050	0.0005	0.0000	0.0000	n/a
Selected	0.0550	0.0010	0.0030	-0.0008	-0.0005	-0.0005	-0.0003	0.0000	0.0000
Age to Age LDF	1.0565	1.0010	1.0030	0.9992	0.9995	0.9995	0.9997	1.0000	1.0000
Cumulative LDF	1.0585	1.0019	1.0009	0.9979	0.9987	0.9992	0.9997	1.0000	1.0000

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Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Reported Loss Development Analysis
Arkansas

Collision

Fiscal
Accident

<i>Reported Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	246,618	254,789	254,472	254,472	254,472	254,472	254,472	254,472	254,472	254,472
2001	217,272	248,015	248,015	248,015	248,015	241,665	241,665	241,665	241,665	
2002	342,256	349,941	349,941	349,941	349,243	349,836	349,836	349,836		
2003	311,015	323,924	323,168	323,168	323,334	321,888	321,888			
2004	319,098	345,113	345,737	345,737	345,737	345,737				
2005	258,649	273,782	273,782	273,782	273,782					
2006	311,418	317,880	317,880	317,880						
2007	340,929	371,943	369,378							
2008	287,298	310,825								
2009	309,783									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0331	0.9988	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.1415	1.0000	1.0000	1.0000	0.9744	1.0000	1.0000	1.0000		
1.0225	1.0000	1.0000	0.9980	1.0017	1.0000	1.0000			
1.0415	0.9977	1.0000	1.0005	0.9955	1.0000				
1.0815	1.0018	1.0000	1.0000	1.0000					
1.0585	1.0000	1.0000	1.0000						
1.0208	1.0000	1.0000							
1.0910	0.9931								
1.0819									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0326	-0.0012	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.1323	0.0000	0.0000	0.0000	-0.0259	0.0000	0.0000	0.0000		
0.0222	0.0000	0.0000	-0.0020	0.0017	0.0000	0.0000			
0.0407	-0.0023	0.0000	0.0005	-0.0045	0.0000				
0.0784	0.0018	0.0000	0.0000	0.0000					
0.0569	0.0000	0.0000	0.0000						
0.0205	0.0000	0.0000							
0.0871	-0.0069								
0.0787									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0643	-0.0015	0.0000	-0.0003	-0.0057	0.0000	0.0000	0.0000	0.0000
Avg. All	0.0610	-0.0011	0.0000	-0.0002	-0.0057	0.0000	0.0000	0.0000	0.0000
StDev	0.0367	0.0026	0.0000	0.0009	0.0115	0.0000	0.0000	0.0000	n/a
Selected	0.0100	-0.0042	-0.0020	-0.0010	-0.0010	-0.0005	-0.0003	-0.0002	-0.0002
Age to Age LDF	1.0101	0.9958	0.9980	0.9990	0.9990	0.9995	0.9997	0.9998	0.9998
Cumulative LDF	1.0006	0.9906	0.9948	0.9968	0.9978	0.9988	0.9993	0.9996	0.9998

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Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Paid Loss Development Analysis
Arkansas

Bodily Injury

Fiscal
Accident

<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	18,099	105,142	105,103	105,103	105,103	105,103	105,103	105,103	105,103	105,103
2001	2,016	10,016	10,016	10,016	10,016	10,016	10,016	10,016	10,016	10,016
2002	24,241	136,677	138,334	138,334	145,345	145,345	145,345	145,345		
2003	80,956	178,643	184,314	488,166	489,830	491,364	491,690			
2004	35,356	113,346	205,847	231,418	231,418	231,418				
2005	2,652	169,513	169,953	169,953	169,953					
2006	42,700	180,308	306,722	608,345						
2007	55,669	130,791	155,828							
2008	40,917	291,111								
2009	13,687									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
5.8093	0.9996	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.9682	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	
5.6383	1.0121	1.0000	1.0507	1.0000	1.0000	1.0000	1.0000		
2.2067	1.0317	2.6486	1.0034	1.0031	1.0007				
3.2058	1.8161	1.1242	1.0000	1.0000					
63.9128	1.0026	1.0000	1.0000						
4.2226	1.7011	1.9834							
2.3494	1.1914								
7.1147									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.7595	-0.0004	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.6031	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000		
1.7296	0.0121	0.0000	0.0494	0.0000	0.0000	0.0000			
0.7915	0.0313	0.9740	0.0034	0.0031	0.0007				
1.1650	0.5967	0.1171	0.0000	0.0000					
4.1575	0.0026	0.0000	0.0000						
1.4405	0.5313	0.6848							
0.8542	0.1752								
1.9622									

<i>Selection of Loss Development Factors</i>									
Avg. 5	1.9159	0.2674	0.3552	0.0106	0.0006	0.0002	0.0000	0.0000	0.0000
Avg. All	1.7181	0.1686	0.2537	0.0088	0.0006	0.0002	0.0000	0.0000	0.0000
StDev	1.0008	0.2515	0.4043	0.0200	0.0014	0.0003	0.0000	0.0000	n/a
Selected	0.7725	0.1710	0.0820	0.0260	0.0145	0.0070	0.0030	0.0020	0.0002
Age to Age LDF	2.1652	1.1865	1.0855	1.0263	1.0146	1.0070	1.0030	1.0020	1.0002
Cumulative LDF	2.9394	1.3576	1.1442	1.0541	1.0271	1.0123	1.0052	1.0022	1.0002

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Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Paid Loss Development Analysis
Arkansas

Uninsured Motorist Bodily Injury

Fiscal Accident Year	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	-	-	-	-	-	-	-	-	-	-
2001	-	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500
2002	-	-	-	-	-	-	-	-	-	-
2003	-	-	-	-	-	-	-	-	-	-
2004	-	-	-	-	-	-	-	-	-	-
2005	-	-	-	-	-	-	-	-	-	-
2006	-	-	-	-	-	-	-	-	-	-
2007	-	-	-	-	-	-	-	-	-	-
2008	-	-	-	-	-	-	-	-	-	-
2009	-	-	-	-	-	-	-	-	-	-

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000		
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000				
0.0000	0.0000	0.0000	0.0000	0.0000					
0.0000	0.0000	0.0000	0.0000						
0.0000	0.0000	0.0000							
0.0000	0.0000								
0.0000									
0.0000									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000		
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000			
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000				
0.0000	0.0000	0.0000	0.0000	0.0000					
0.0000	0.0000	0.0000	0.0000						
0.0000	0.0000	0.0000							
0.0000	0.0000								
0.0000									
0.0000									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Avg. All	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
StDev	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	n/a
Selected	0.9600	0.2300	0.1200	0.0500	0.0260	-0.0050	0.0030	-0.0008	-0.0002
Age to Age LDF	2.6117	1.2586	1.1275	1.0513	1.0263	0.9950	1.0030	0.9992	0.9998
Cumulative LDF	3.9868	1.5265	1.2129	1.0757	1.0233	0.9970	1.0020	0.9990	0.9998

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Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Paid Loss Development Analysis
Arkansas

Property Damage

Fiscal
Accident

<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	34,200	34,552	34,552	34,552	34,552	34,552	34,552	34,552	34,552	34,552
2001	27,457	39,960	39,960	39,960	39,960	39,960	39,960	39,960	39,960	39,960
2002	21,719	24,544	24,544	24,544	24,544	24,544	24,544	24,544		
2003	31,487	31,487	31,487	31,487	31,487	31,487	31,487			
2004	22,383	23,390	43,831	43,831	43,831	43,831				
2005	32,916	34,128	34,128	34,128	34,128					
2006	19,450	23,996	23,996	23,996						
2007	36,983	43,624	43,624							
2008	27,268	27,268								
2009	23,749									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0103	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.4554	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	
1.1301	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000			
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000				
1.0450	1.8739	1.0000	1.0000	1.0000					
1.0368	1.0000	1.0000	1.0000						
1.2337	1.0000	1.0000							
1.1796	1.0000								
1.0000									

<i>Natural Logarithm of Loss Development Factors</i>								
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	
0.0102	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.3753	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	
0.1223	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000		
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000			
0.0440	0.6280	0.0000	0.0000	0.0000				
0.0361	0.0000	0.0000	0.0000					
0.2100	0.0000	0.0000						
0.1652	0.0000							
0.0000								

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0911	0.1256	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Avg. All	0.1070	0.0785	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
StDev	0.1262	0.2220	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	n/a
Selected	0.1000	0.0055	0.0024	0.0013	-0.0005	-0.0005	-0.0001	0.0000	0.0000
Age to Age LDF	1.1052	1.0055	1.0024	1.0013	0.9995	0.9995	0.9999	1.0000	1.0000
Cumulative LDF	1.1142	1.0081	1.0026	1.0002	0.9989	0.9994	0.9999	1.0000	1.0000

Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Paid Loss Development Analysis
Arkansas

Uninsured Motorist Property Damage

Fiscal Accident Year	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	-	-	-	-	-	-	-	-	-	-
2001	6,925	6,925	6,925	6,925	6,925	6,925	6,925	6,925	6,925	6,925
2002	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)	(1,227)
2003	5,371	5,541	5,541	5,541	5,541	5,541	5,541	5,541	5,541	5,541
2004	3,407	3,407	3,407	3,407	3,407	3,407	3,407	3,407	3,407	3,407
2005	4,093	4,093	3,881	3,881	3,881	3,881	3,881	3,881	3,881	3,881
2006	-	-	-	-	-	-	-	-	-	-
2007	3,101	3,211	3,211	3,211	3,211	3,211	3,211	3,211	3,211	3,211
2008	-	-	-	-	-	-	-	-	-	-
2009	4,366	4,366	4,366	4,366	4,366	4,366	4,366	4,366	4,366	4,366

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0317	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	0.9481	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
1.0355	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0312	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	-0.0533	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0349	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.0070	-0.0107	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Avg. All	0.0073	-0.0067	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
StDev	0.0146	0.0188	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	n/a
Selected	0.0425	-0.0140	-0.0100	-0.0080	-0.0050	-0.0050	-0.0020	-0.0010	-0.0005
Age to Age LDF	1.0434	0.9861	0.9900	0.9920	0.9950	0.9950	0.9980	0.9990	0.9995
Cumulative LDF	0.9970	0.9555	0.9690	0.9787	0.9866	0.9915	0.9965	0.9985	0.9995

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**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Paid Loss Development Analysis
Arkansas**

Personal Injury Protection

Fiscal
Accident

<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>										
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	52,596	64,219	64,275	64,275	64,275	64,275	64,275	64,275	64,275	64,275
2001	49,347	84,782	81,117	81,117	81,117	81,117	81,117	81,117	81,117	81,117
2002	115,159	155,014	160,588	161,523	165,324	165,324	164,884	164,884		
2003	142,978	159,337	159,337	159,337	159,337	159,337	159,337			
2004	72,687	95,002	96,217	96,217	101,241	101,241				
2005	66,379	97,362	97,362	97,330	97,330					
2006	126,834	152,238	152,397	152,397						
2007	166,462	200,458	205,458							
2008	125,248	143,098								
2009	108,753									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.2210	1.0009	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.7181	0.9568	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	
1.3461	1.0360	1.0058	1.0235	1.0000	0.9973	1.0000			
1.1144	1.0000	1.0000	1.0000	1.0000	1.0000				
1.3070	1.0128	1.0000	1.0522	1.0000					
1.4668	1.0000	0.9997	1.0000						
1.2003	1.0010	1.0000							
1.2042	1.0249								
1.1425									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.1997	0.0009	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.5412	-0.0442	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000		
0.2972	0.0353	0.0058	0.0233	0.0000	-0.0027	0.0000			
0.1083	0.0000	0.0000	0.0000	0.0000	0.0000				
0.2677	0.0127	0.0000	0.0509	0.0000					
0.3831	0.0000	-0.0003	0.0000						
0.1826	0.0010	0.0000							
0.1858	0.0246								
0.1332									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.2305	0.0077	0.0011	0.0148	0.0000	-0.0007	0.0000	0.0000	0.0000
Avg. All	0.2554	0.0038	0.0008	0.0124	0.0000	-0.0007	0.0000	0.0000	0.0000
StDev	0.1368	0.0235	0.0022	0.0211	0.0000	0.0013	0.0000	0.0000	n/a
Selected	0.2125	-0.0170	-0.0131	-0.0050	-0.0020	-0.0015	-0.0008	-0.0003	0.0000
Age to Age LDF	1.2368	0.9831	0.9870	0.9950	0.9980	0.9985	0.9992	0.9997	1.0000
Cumulative LDF	1.1886	0.9611	0.9776	0.9904	0.9954	0.9974	0.9989	0.9997	1.0000

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Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Paid Loss Development Analysis
Arkansas

Comprehensive

Fiscal
Accident

	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
<u>Year</u>	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	472,867	529,929	529,567	526,145	526,145	526,145	526,308	526,308	526,308	526,308
2001	552,760	638,506	628,884	629,901	634,805	641,155	641,155	641,155	641,155	641,155
2002	672,055	722,963	722,903	721,602	719,602	718,102	717,502	717,502		
2003	570,779	612,277	611,345	609,525	607,985	607,356	607,032			
2004	646,039	681,624	679,405	678,510	678,650	677,694				
2005	585,757	621,945	617,663	614,087	614,087					
2006	607,370	694,204	698,253	702,013						
2007	599,783	695,898	699,518							
2008	486,323	550,475								
2009	603,188									

	<i>Age to Age Loss Development Factors</i>								
	<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>
	1.1207	0.9993	0.9935	1.0000	1.0000	1.0003	1.0000	1.0000	1.0000
	1.1551	0.9849	1.0016	1.0078	1.0100	1.0000	1.0000	1.0000	
	1.0758	0.9999	0.9982	0.9972	0.9979	0.9992	1.0000		
	1.0727	0.9985	0.9970	0.9975	0.9990	0.9995			
	1.0551	0.9967	0.9987	1.0002	0.9986				
	1.0618	0.9931	0.9942	1.0000					
	1.1430	1.0058	1.0054						
	1.1602	1.0052							
	1.1319								

	<i>Natural Logarithm of Loss Development Factors</i>								
	<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>
	0.1139	-0.0007	-0.0065	0.0000	0.0000	0.0003	0.0000	0.0000	0.0000
	0.1442	-0.0152	0.0016	0.0078	0.0100	0.0000	0.0000	0.0000	
	0.0730	-0.0001	-0.0018	-0.0028	-0.0021	-0.0008	0.0000		
	0.0702	-0.0015	-0.0030	-0.0025	-0.0010	-0.0005			
	0.0536	-0.0033	-0.0013	0.0002	-0.0014				
	0.0599	-0.0069	-0.0058	0.0000					
	0.1336	0.0058	0.0054						
	0.1486	0.0052							
	0.1239								

	<i>Selection of Loss Development Factors</i>								
Avg. 5	0.1039	-0.0001	-0.0013	0.0005	0.0011	-0.0003	0.0000	0.0000	0.0000
Avg. All	0.1023	-0.0021	-0.0016	0.0004	0.0011	-0.0003	0.0000	0.0000	0.0000
StDev	0.0380	0.0067	0.0041	0.0038	0.0050	0.0005	0.0000	0.0000	n/a
Selected	0.0725	0.0015	0.0005	-0.0004	-0.0007	-0.0009	-0.0003	0.0000	0.0000
Age to Age LDF	1.0752	1.0015	1.0005	0.9996	0.9993	0.9991	0.9997	1.0000	1.0000
Cumulative LDF	1.0749	0.9997	0.9982	0.9977	0.9981	0.9988	0.9997	1.0000	1.0000

**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Paid Loss Development Analysis
Arkansas**

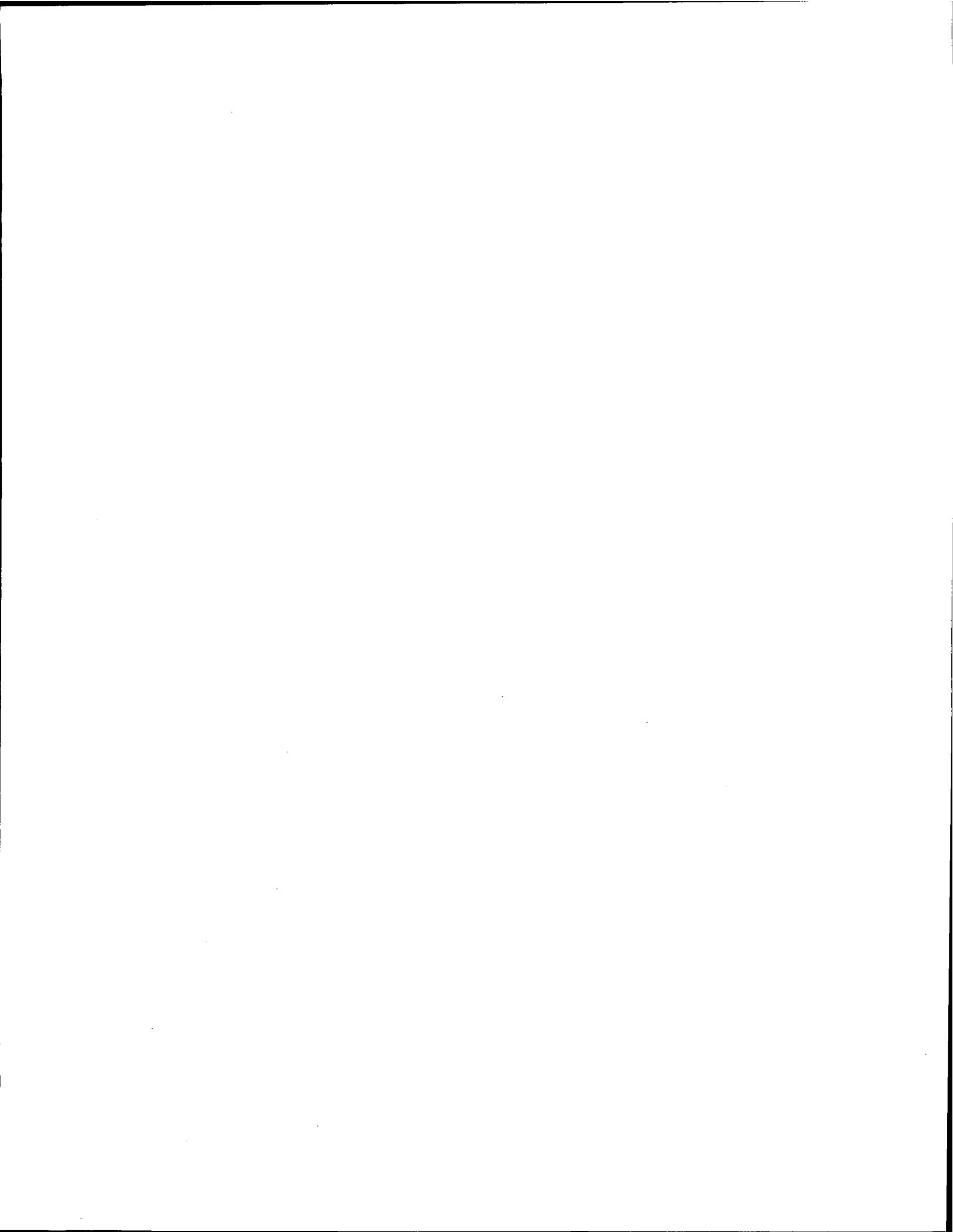
Collision

Fiscal Accident Year	<i>Paid Loss & ALAE, Net of Salvage & Subrogation</i>									
	<u>@ 1 year</u>	<u>@ 2 years</u>	<u>@ 3 years</u>	<u>@ 4 years</u>	<u>@ 5 years</u>	<u>@ 6 years</u>	<u>@ 7 years</u>	<u>@ 8 years</u>	<u>@ 9 years</u>	<u>@ 10 years</u>
2000	234,718	254,789	254,472	254,472	254,472	254,472	254,472	254,472	254,472	254,472
2001	210,507	248,015	248,015	248,015	248,015	241,665	241,665	241,665	241,665	
2002	336,551	349,941	349,941	349,941	349,243	349,836	349,836	349,836		
2003	306,280	323,924	323,168	323,168	323,334	321,888	321,888			
2004	309,948	345,113	345,737	345,737	345,737	345,737				
2005	252,049	273,782	273,782	273,782	273,782					
2006	287,918	317,880	317,880	317,880						
2007	335,780	368,794	369,378							
2008	276,298	310,825								
2009	291,616									

<i>Age to Age Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
1.0855	0.9988	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.1782	1.0000	1.0000	1.0000	0.9744	1.0000	1.0000	1.0000		
1.0398	1.0000	1.0000	0.9980	1.0017	1.0000	1.0000			
1.0576	0.9977	1.0000	1.0005	0.9955	1.0000				
1.1135	1.0018	1.0000	1.0000	1.0000					
1.0862	1.0000	1.0000	1.0000						
1.1041	1.0000	1.0000							
1.0983	1.0016								
1.1250									

<i>Natural Logarithm of Loss Development Factors</i>									
<u>1 to 2</u>	<u>2 to 3</u>	<u>3 to 4</u>	<u>4 to 5</u>	<u>5 to 6</u>	<u>6 to 7</u>	<u>7 to 8</u>	<u>8 to 9</u>	<u>9 to 10</u>	
0.0820	-0.0012	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.1640	0.0000	0.0000	0.0000	-0.0259	0.0000	0.0000	0.0000		
0.0390	0.0000	0.0000	-0.0020	0.0017	0.0000	0.0000			
0.0560	-0.0023	0.0000	0.0005	-0.0045	0.0000				
0.1075	0.0018	0.0000	0.0000	0.0000					
0.0827	0.0000	0.0000	0.0000						
0.0990	0.0000	0.0000							
0.0938	0.0016								
0.1177									

<i>Selection of Loss Development Factors</i>									
Avg. 5	0.1001	0.0002	0.0000	-0.0003	-0.0057	0.0000	0.0000	0.0000	0.0000
Avg. All	0.0935	0.0000	0.0000	-0.0002	-0.0057	0.0000	0.0000	0.0000	0.0000
StDev	0.0361	0.0014	0.0000	0.0009	0.0115	0.0000	0.0000	0.0000	n/a
Selected	0.0350	-0.0039	-0.0018	-0.0012	-0.0010	-0.0007	-0.0002	-0.0002	-0.0001
Age to Age LDF	1.0356	0.9961	0.9982	0.9988	0.9990	0.9993	0.9998	0.9998	0.9999
Cumulative LDF	1.0262	0.9909	0.9948	0.9966	0.9978	0.9988	0.9995	0.9997	0.9999



**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Expense Provisions
Arkansas**

Bodily Injury & Uninsured Motorist

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	62,006,180	2,098,624	3.38%	4,304,232	6.94%	1,104,695	1.78%	1,742,909	2.81%
2007	68,876,380	3,289,731	4.78%	4,133,527	6.00%	1,301,640	1.89%	1,904,946	2.77%
2006	69,202,739	3,647,574	5.27%	3,935,081	5.69%	1,268,118	1.83%	1,902,102	2.75%
	200,085,298	9,035,929	4.52%	12,372,840	6.18%	3,674,454	1.84%	5,549,957	2.77%

Property Damage

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	37,433,814	1,610,449	4.30%	2,598,513	6.94%	641,144	1.71%	1,052,213	2.81%
2007	39,972,398	1,887,281	4.72%	2,396,065	5.99%	727,478	1.82%	1,105,535	2.77%
2006	43,222,233	2,279,203	5.27%	2,457,749	5.69%	772,474	1.79%	1,188,003	2.75%
	120,628,444	5,776,933	4.79%	7,452,327	6.18%	2,141,096	1.77%	3,345,752	2.77%

Personal Injury Protection

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	10,224,520	337,435	3.30%	709,747	6.94%	182,752	1.79%	287,397	2.81%
2007	10,644,650	507,462	4.77%	638,710	6.00%	201,758	1.90%	294,404	2.77%
2006	10,819,613	570,378	5.27%	615,236	5.69%	198,619	1.84%	297,387	2.75%
	31,688,782	1,415,275	4.47%	1,963,694	6.20%	583,129	1.84%	879,188	2.77%

Comprehensive

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	38,048,463	5,825,886	15.31%	2,641,179	6.94%	642,065	1.69%	1,101,575	2.90%
2007	38,850,724	1,823,937	4.69%	2,327,607	5.99%	697,151	1.79%	1,106,748	2.85%
2006	43,332,977	2,286,618	5.28%	2,464,047	5.69%	767,342	1.77%	1,226,779	2.83%
	120,232,163	9,936,441	8.26%	7,432,832	6.18%	2,106,558	1.75%	3,435,101	2.86%

Collision

<u>Calendar Year</u>	<u>Written Premium</u>	<u>Commission & Brokerage</u>	<u>Percent of DWP</u>	<u>Other Acquisition</u>	<u>Percent of DWP</u>	<u>General Expense</u>	<u>Percent of DWP</u>	<u>Taxes</u>	<u>Percent of DWP</u>
2008	56,401,395	4,683,040	8.30%	3,915,170	6.94%	957,342	1.70%	1,632,927	2.90%
2007	57,055,493	2,714,598	4.76%	3,422,818	6.00%	1,029,520	1.80%	1,625,351	2.85%
2006	58,726,492	3,096,529	5.27%	3,339,369	5.69%	1,043,702	1.78%	1,662,577	2.83%
	172,183,380	10,494,167	6.09%	10,677,357	6.20%	3,030,564	1.76%	4,920,854	2.86%

Selected Expense Provisions

Fixed Weight	50.00%	100.00%	100.00%	0.00%		
Coverage	<u>Commission & Brokerage</u>	<u>Other Acquisition</u>	<u>General Expense</u>	<u>Taxes</u>	<u>Fixed Expense Provision</u>	<u>Variable Expense Provision</u>
<i>Bodily Injury & UM</i>	4.50%	6.19%	1.78%	2.80%	10.22%	5.05%
<i>Property Damage</i>	4.50%	6.19%	1.78%	2.80%	10.22%	5.05%
<i>Medical Payments</i>	4.50%	6.19%	1.78%	2.80%	10.22%	5.05%
<i>Comprehensive</i>	12.00%	6.19%	1.78%	2.80%	13.97%	8.80%
<i>Collision</i>	8.00%	6.19%	1.78%	2.80%	11.97%	6.80%

Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Effective Federal Tax Rate on Investment Income

	Effective Federal Tax Rate	2004 Income Earned	2005 Income Earned	2006 Income Earned	2007 Income Earned	2008 Income Earned
1. U.S. Government Bonds	35.00%	6,192,699	4,336,526	1,621,240	5,007,647	543,480
2. Bonds exempt from U.S. tax	5.25%	68,115,822	70,181,495	59,894,961	62,280,939	67,720,463
3. Other bonds	35.00%	2,759,592	3,578,384	6,765,071	8,768,851	4,514,840
4. Preferred stocks	16.63%	63,533	60,523	376,957	109,831	47,090
5. Common stocks	16.63%	2,502,565	3,514,954	5,473,330	3,111,790	4,082,568
6. Mortgage loans	35.00%	969,288	912,860	1,042,038	929,838	814,198
7. Real Estate	35.00%	1,801,263	1,985,407	2,675,701	2,709,534	2,464,256
8. Short-term investments	35.00%	21,494	21,181	1,650,879	2,954,322	973,101
9. Other invested assets	35.00%	644,860	1,510,492	2,551,060	3,377,627	3,347,693
10. Realized capital gains	35.00%	10,656,357	12,818,228	3,278,155	15,542,759	(1,781,167)
11. Aggregate Write-Ins	35.00%	(280,498)	(196,803)	(255,211)	(239,403)	(450,148)
11. TOTAL		93,727,473	98,920,050	85,329,392	104,793,138	82,726,522
12. Investment expenses and depreciation	-35.00%	3,295,538	3,516,064	3,554,843	3,921,701	3,532,582
13. Net Investment Gain or (Loss)		90,431,935	95,403,986	81,774,549	100,871,437	79,193,940
14. Effective Federal Tax Rate on Investment Income		12.07%	12.43%	11.90%	16.04%	8.60%

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**Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model**

Net Effective Rate of Return

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
1. Net Interest, Dividends, and Real Estate Income	83,071,116	86,101,822	82,051,237	89,250,379	84,507,689	84,507,689
2. Realized Capital Gains (Losses)	10,656,357	12,818,228	3,278,155	15,542,759	-1,781,167	-1,781,167
3. Total Investment Gain (Loss)	93,727,473	98,920,050	85,329,392	104,793,138	82,726,522	82,726,522
4. Adjustment for Affiliate Income	0	0	0	0	0	0
5. Net Investment Income	93,727,473	98,920,050	85,329,392	104,793,138	82,726,522	82,726,522
6a. Assets available for investment at 12/31	1,742,745,705	1,904,987,467	1,818,580,105	1,856,107,428	1,984,802,109	1,174,110,648
6b. Mean assets available for investment	1,823,866,586	1,861,783,786	1,837,343,767	1,920,454,769	1,579,456,379	1,579,456,379
7. Pre-tax investment yield [(5) / (6)]	5.14%	5.31%	4.64%	5.46%	5.24%	5.24%
8. Effective Federal tax rate (Page 2, Line 14)	12.07%	12.43%	11.90%	16.04%	8.60%	8.60%
9. Post-tax investment yield [(7) / { 1 - (8) }]	4.52%	4.65%	4.09%	4.58%	4.79%	4.79%
10. Selected Investment Yield					4.50%	4.50%

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Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Calculation of Policyholder-Supplied Funds
Automobile

		Liability	Physical Damage
1. Unearned Premium Reserve	2007	181,624,172	147,152,373
	2008	180,793,488	153,518,556
2. Earned Premium	2008 Mean Premium Reserve	181,208,830	150,335,465
3. Prepaid Acquisition Expense Ratio		662,861,545	560,564,864
4. Adjusted UEPR Ratio [$\{(1) / (2)\} \times \{1.0 - (3)\}$]		10.63%	18.11%
5. Premiums Receivable (000)	2007	80,646	67,087
	2008	87,873	75,240
6. Premiums Receivable Ratio [$(5) / (2)$]	2008 Mean Premiums Receivable	84,260	71,164
7. Permissible Loss Ratio		12.71%	12.69%
8. Loss Reserves	2007	353,654,568	22,711,268
	2008	349,558,097	27,133,501
9. LAE Reserves	2008 Mean Loss Reserve	351,606,333	24,922,385
	2007	64,683,872	6,478,970
	2008	64,560,865	7,402,129
10. Incurred Loss	2008 Mean LAE Reserve	64,622,369	6,940,550
11. Reserve Ratio [$(7) \times \{(8)+(9)\} / (10)$]		439,917,607	404,109,715
12. Policyholder-Supplied Funds (as a percent of premium) [$(4) - (6) + (11)$]		67.87%	6.90%
		80.27%	18.79%

J:\Rates\Automobile\Rates 2009\Automobile ROE Profit Model 2009.xls

Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Calculation of Premium to Surplus Ratios
Automobile

Calculation of Premium to Surplus Ratio

		<u>Liability</u>	<u>Physical Damage</u>
1. Surplus Allocations (IEE)	2007	57.91%	34.13%
	2008	60.00%	30.94%
2. Allocated Policyholders' Surplus	2007	943,192,573	555,839,626
	2008	951,474,457	490,628,689
	Mean	947,333,515	523,234,157
4. Earned Premium		662,861,545	560,564,864
5. Premium to Surplus Ratio		69.97%	107.13%

Calculation of Income from Finance and Service Fees

1. Finance and Service Charges	2007	5,954,586
	2008	5,799,457
	Mean	5,877,022
2. Earned Premium	2007	1,210,585,361
	2008	1,223,426,409
	Mean	1,217,005,885
3. Income Tax Adjustment		65.00%
4. Finance and Service Charge Ratio		0.31%

Southern Farm Bureau Casualty Insurance Company
Calendar Year Return on Surplus Profit Model
Calculation of Required Underwriting Profit Provision
Automobile

	<u>Liability</u>	<u>Physical Damage</u>
1. Target rate of return	11.00%	11.00%
2. Premium to surplus ratio	69.97%	107.13%
3. Required return as a percent of premium [(1) / (2)]	15.72%	10.27%
4. Policyholder-supplied funds as a percent of premium	80.27%	18.79%
5. After-tax return on investments	4.50%	4.50%
6. Investment return on PHSF as a percent of premium [(4) x (5)]	3.61%	0.85%
7. Surplus to premium ratio	142.92%	93.34%
8. Investment return on surplus as a percent of premium [(5) x (7)]	6.43%	4.20%
9. Finance and Service Charge Ratio	0.31%	0.31%
10. Required post-tax underwriting profit provision [(3) - (6) - (8) - (9)]	5.08%	4.80%
11. Underwriting tax provisional factor	1.5385	1.5385
12. Required pre-tax underwriting profit provision [(10) x (11)]	7.81%	7.39%
13. Selected Profit and Contingencies Provision	3.00%	6.00%

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**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Adjusting & Other Loss Adjustment Expense Loads
Arkansas**

Bodily Injury & Uninsured Motorist

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	45,800,390	48,270,347	45,508,625	41,551,419	41,048,190	
2. Paid A&OE	4,838,125	5,072,713	4,722,727	4,698,615	4,386,990	
3. Factor { 1 + [2]/[1] }	1.1056	1.1051	1.1038	1.1131	1.1069	1.1069
				Selected A&OE Load:		1.1070

Property Damage

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	29,430,247	28,702,742	28,588,494	27,984,736	26,994,105	
2. Paid A&OE	5,606,824	5,521,815	5,360,299	5,912,837	5,144,863	
3. Factor { 1 + [2]/[1] }	1.1905	1.1924	1.1875	1.2113	1.1906	1.1945
				Selected A&OE Load:		1.1945

Personal Injury Protection

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	8,957,042	8,353,862	7,621,786	7,718,425	7,410,705	
2. Paid A&OE	652,317	609,480	543,612	612,720	553,221	
3. Factor { 1 + [2]/[1] }	1.0728	1.0730	1.0713	1.0794	1.0747	1.0742
				Selected A&OE Load:		1.0740

Comprehensive

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	24,968,565	24,269,079	31,390,440	22,918,855	39,840,515	
2. Paid A&OE	6,082,328	5,854,825	6,205,121	5,785,555	4,722,893	
3. Factor { 1 + [2]/[1] }	1.2436	1.2412	1.1977	1.2524	1.1185	1.2107
				Selected A&OE Load:		1.1300

Collision

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>Average</u>
1. Paid Loss and D&CC	42,475,359	40,853,646	41,588,374	41,053,131	41,071,380	
2. Paid A&OE	5,646,476	5,420,731	5,219,965	5,861,889	3,877,989	
3. Factor { 1 + [2]/[1] }	1.1329	1.1327	1.1255	1.1428	1.0944	1.1257
				Selected A&OE Load:		1.0950

**Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Calculation of Catastrophe Load
Arkansas**

Comprehensive

<u>Fiscal Accident Year</u>	<u>Catastrophe Losses</u>	<u>Trend Period</u>	<u>Trend Factor</u>	<u>Trended Catastrophe Losses</u>
2000	0	10.92	1.04	0
2001	0	9.92	1.04	0
2002	250	8.92	1.04	354
2003	0	7.92	1.04	0
2004	21,491	6.92	1.04	28,189
2005	0	5.92	1.04	0
2006	121	4.92	1.04	146
2007	31,273	3.92	1.04	36,466
2008	15,981	2.92	1.04	17,918
2009	<u>23,888</u>	1.92	1.04	<u>25,753</u>
	93,003			108,827

Average: 10,883

LAE Factor: 1.05

Expected Cat Losses: 11,427

On Level Earned Premium: 1,568,553

Indicated Cat Load: 0.73%

Selected Cat Load: **14.00%**

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Southern Farm Bureau Casualty Insurance Company
Recreational Vehicle
Recreational Vehicle Rate Structure
Arkansas

BASE RATE	BI	PD	PIP	UMBI	UMPD	COMP	COLL	Limits Factors				
	5.67	3.30	3.50	2.88	3.26	5.55	3.50		BI	UMBI		PIP
								<u>Limit</u>	<u>Factor</u>	<u>Factor</u>	<u>Limit</u>	<u>Factor</u>
	Class Relativities											
								25/50	1.00	1.00	5	1.00
RV11	1.00	1.00	2.50	1.00	1.00	1.00	1.00	50/100	1.22	1.33	10	1.40
RV21	1.50	1.50	2.50	1.00	1.00	1.00	1.00	100/300	1.50	1.72	15	1.70
RV31	1.80	1.80	2.50	1.00	1.00	1.00	1.00	200/300	1.80	2.00	20	1.90
RV12	0.50	0.50	1.50	1.00	1.00	0.50	0.50	300/300	1.96	2.30	25	2.10
RV22	0.75	0.75	1.50	1.00	1.00	0.50	0.50	300/500	2.00	2.50		
RV32	0.90	0.90	1.50	1.00	1.00	0.50	0.50	500/500	2.09	2.90		
								500/1000	2.19	3.50		
	Deductible Relativities											
								750/750	2.28	4.00		
								1000/1000	2.35	5.00		
Comprehensive				Collision								
									PD	UMPD		
\$100 Deductible	1.00			\$100 Deductible		1.00		<u>Limit</u>	<u>Factor</u>	<u>Factor</u>		
\$250 Deductible	0.90			\$250 Deductible		0.90						
\$500 Deductible	0.75			\$500 Deductible		0.75		30	1.00	1.00		
								40	1.02	1.11		
								50	1.04	1.23		
								100	1.08	1.55		
								200	1.15	1.73		
								250	1.17	1.95		
								500	1.22	2.26		
								750	1.26	2.57		
								1000	1.31	2.83		
Rating Formulas:												
Liability: BR x LF x CF				Physical Damage: BR x DF x CF x LS								
BR = Base Rate				BR = Base Rate								
LF = Limit Factor				DF = Deductible Factor								
CF = Class Factor				CF = Class Factor								
				LF = List Symbol Factor								

RV List Prices

Beg.	End	Symbol	COMP Relativities	COLL Relativities
\$ 0	500	1	1.00	1.00
501	750	2	1.20	1.20
751	1000	3	1.50	1.50
1001	1250	4	1.75	1.75
1251	1500	5	2.25	2.25
1501	1750	6	2.85	2.85
1751	2000	7	3.30	3.30
2001	2500	8	3.90	3.90
2501	3000	10	4.85	4.85
3001	3500	11	5.85	5.85
3501	4000	12	6.90	6.90
4001	4500	13	8.00	8.00
4501	5000	14	9.00	9.00
5001	5500	15	10.50	10.50
5501	6000	16	12.00	12.00
6001	6500	17	13.50	13.50
6501	7000	18	15.00	15.00
7001	8000	19	16.50	16.50
8001	9000	20	18.00	18.00
9001	10000	21	19.50	19.50
10001	11000	22	21.00	21.00
11001	12000	23	22.50	22.50
12001	13000	24	24.00	24.00
13001	14000	25	25.50	25.50
14001	15000	26	27.00	27.00

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SOUTHERN FARM BUREAU CASUALTY INSURANCE COMPANY

Home Office - 1800 East County Line Road • P.O. Box 1800 - Ridgeland, MS 39158-1800 • Phone (601) 957-7777

July 17, 2009

The Honorable Jay Bradford
Insurance Commissioner
Arkansas Insurance Department
Attention: Property & Casualty Division
1200 West Third Street
Little Rock, AR 72201-1904

RECEIVED

JUL 23 2009

PROPERTY AND CASUALTY DIVISION
ARKANSAS INSURANCE DEPARTMENT

**Re: Proposed Revision of Motorcycle Rates
Southern Farm Bureau Casualty Insurance Company - NAIC #18325**

Overview

The attached exhibits describe in detail proposed changes to our Motorcycle rates for Southern Farm Bureau Casualty Insurance Company in the State of Arkansas. Currently, motorcycles are rated under our regular Private Passenger Automobile program. With implementation of this filing, we will begin rating motorcycles with their own rate structure.

Summary Exhibit

The first page in this filing displays the proposed rate changes by coverage. The overall requested change for the motorcycles is **-4.45%**. The changes by coverage were selected in order to recognize the different exposure to loss posed by motorcycles compared to other private passenger vehicles. Competition was also a factor in selecting the changes by coverage.

Rate Structure

This exhibit displays the motorcycles rate structure effective with this filing. The changes to the rate structure for motorcycles includes changes to base rates, territorial factors, model year factors and increased limit factors. Additionally, we are introducing an engine size factor which will be applied to both Comprehensive and Collision coverages as well as a motorcycle type factor which will be applied to all coverages. Selections for these new rating factors were made primarily by comparison to similar competitive rates. We will collect premium and loss data by these new rating variables and make future adjustments to these factors as needed.

We respectfully request that this filing become effective 12/1/2009 on new business and renewals. This filing contains 5 pages.

Sincerely,

Benjamin Kimmons, ACAS, MAAA
Associate Actuary

Enclosure

FILED

JUL 23 2009

PROPERTY AND CASUALTY
ARKANSAS INSURANCE DEPT.

NAIC LOSS COST DATA ENTRY DOCUMENT

1.	This filing transmittal is part of Company Tracking # _____	
2.	If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number _____	
3. A.	Company Name Southern Farm Bureau Casualty Insurance Company	Company NAIC Number 18325
4. A.	Product Coding Matrix Line of Business (i.e., Type of Insurance) Personal Auto (19.0)	Product Coding Matrix Line of Insurance (i.e., Sub-type of Insurance) Motorcycle (19.0002)

5.

(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	FOR LOSS COSTS ONLY				(H) Co. Current Loss Cost Multiplier
			(D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	
Bodily Injury	N/A	N/A					
Uninsured Motorist - BI	N/A	N/A					
Property Damage	N/A	N/A					
Uninsured Motorist - PD	N/A	N/A					
Personal Inj Protection	N/A	N/A					
Comprehensive	N/A	N/A					
Collision	N/A	N/A					
TOTAL OVERALL EFFECT	New Rate Structure						

6.

Year	5 Year History		Rate Change History		State Loss Ratio	Countrywide Loss Ratio
	Policy Count	% of Change	Effective Date	State Earned Premium (000)		

PP vehicles

7.

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

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

9. 89% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): _____

10. -85% Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): _____

PC RL

Summary

Southern Farm Bureau Casualty Insurance Company
Motorcycles
Arkansas

<u>Coverage</u>	<u>Current Premium</u>	<u>Proposed Premium</u>	<u>Impact</u>
BI	140,190	28,326	-79.79%
UMBI	16,579	37,021	123.29%
UIBI	21,547	27,592	28.05%
PD	134,401	21,955	-83.66%
UMPD	15,064	96,287	539.17%
PIP	34,984	100,827	188.21%
COMP	89,090	106,298	19.32%
COLL	<u>185,374</u>	<u>190,558</u>	<u>2.80%</u>
	637,230	608,864	-4.45%

Southern Farm Bureau Casualty Insurance Company
Motorcycle Rate Structure
Effective 12/01/2009
Arkansas

Base Rate	BI	PD	PIP1	PIP2	PIP3	Comp	Coll	UMBI	UMPD	UTMBI
	12.90	9.00	50.33	0.00	0.00	48.71	68.00	10.75	26.85	7.00
Territory										
1 Pulaski, Out of State	1.34	1.49	1.10	1.00	1.00	0.59	1.10	1.15	1.29	1.15
2 Crittenden	1.18	1.18	1.02	1.00	1.00	0.93	1.05	1.12	1.08	1.12
5 Union	1.00	1.07	1.12	1.00	1.00	1.15	1.04	1.00	1.05	1.00
7 Crawford	1.06	1.12	1.22	1.00	1.00	1.01	1.09	1.15	1.18	1.15
9 Benton & Washington	0.92	1.10	0.92	1.00	1.00	0.57	0.96	0.99	1.00	0.99
10 Franklin & Sebastian	0.90	1.00	0.93	1.00	1.00	0.86	0.93	0.99	0.99	0.99
11 Miller	1.07	1.09	1.06	1.00	1.00	0.93	1.03	1.10	1.10	1.10
12 Bradley, Cathoun, Clark, Cleveland, Columbia, Dallas, Hempstead, Howard, Lafayette, Little River, Montgomery, Nevada, Ouachita, Pike, Polk, & Sevier	0.80	0.88	1.10	1.00	1.00	1.15	0.99	0.88	1.01	0.88
13 Ashley, Chicot, Desha, Drew, Lincoln, & Phillips	1.08	1.03	1.18	1.00	1.00	1.17	1.10	1.14	1.00	1.14
14 Garland, Grant, & Hot Spring	0.93	1.06	1.06	1.00	1.00	0.87	0.98	1.04	1.10	1.04
15 Conway, Faulkner, Lanoka, Perry, & Saline	0.98	1.15	1.05	1.00	1.00	0.67	0.98	1.15	1.11	1.15
16 Jefferson	1.17	1.02	0.98	1.00	1.00	0.73	0.92	0.97	0.99	0.97
17 Craighead, Cross, Lee, Mississippi, Poinsett, & St. Francis	1.04	1.07	1.02	1.00	1.00	1.00	0.98	1.05	1.03	1.05
18 Arkansas, Clay, Cleburne, Fulton, Greene, Independence, Izard, Jackson, Lawrence, Monroe, Prairie, Randolph, Sharp, Stone, White, & Woodruff	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
19 Baxter, Boone, Carroll, Johnson, Logan, Madison, Marian, Newton, Pope, Scott, Searcy, Van Buren, & Yell	0.79	0.90	0.98	1.00	1.00	0.77	1.00	1.03	1.02	1.03

Model Year	Comp	Coll	Deductible	Comp	Coll	Tier Factor
2011	1.22	1.22	0	1.75	-	Preferred: 1.00
2010	1.16	1.15	50	1.24	1.40	Standard: 1.30
2009	1.10	1.10	100	1.00	1.12	
2008	1.05	1.05	250	0.75	1.00	
2007	1.00	1.00	500	0.60	0.87	
2006	0.95	0.95	1000	0.50	0.70	
2005	0.90	0.90	2500	0.42	0.50	
2004	0.86	0.86	5000	-	0.48	
2003	0.82	0.82				
2002	0.78	0.78				
2001	0.74	0.74				
2000	0.70	0.70				
1999	0.67	0.67				
1998	0.64	0.64				
1997 & Prior	0.61	0.61				

Motorcycle/Home Disc (HO-1 or HO-3): 0.85
 Motorcycle/Home Disc (HO-4 or POPI): 0.88
 Defensive Driving Discount: 0.95

Symbol Factors

Symbol	1989 and Prior		1990 & Subsequent	
	Comp	Coll	Comp	Coll
1	0.50	0.36	0.78	0.88
2	0.36	0.46	1.00	1.00
3	0.45	0.56	1.13	1.14
4	0.53	0.67	1.24	1.23
5	0.68	0.79	1.38	1.30
6	0.86	0.90	1.54	1.38
7	1.00	1.00	1.70	1.45
8	1.18	1.20	1.85	1.52
10	1.46	1.34	2.01	1.59
11	1.78	1.48	2.16	1.65
12	2.08	1.62	2.32	1.73
13	2.40	1.76	2.46	1.80
14	2.73	1.94	2.63	1.88
15	3.18	2.15	2.84	1.99
16	3.64	2.37	3.07	2.10
17	4.09	2.58	3.28	2.20
18	4.55	2.80	3.48	2.29
19	5.00	3.01	3.72	2.40
20	5.45	3.23	3.97	2.52
21	*	*	4.23	2.65
22			4.53	2.80
23			4.83	2.93
24			5.22	3.11
25			6.05	3.49
26			6.88	3.86
27			**	**

Engine Size Factors

cc's	Comp	Coll
<300	0.75	0.80
301-350	0.85	0.90
351-400	1.00	1.00
401-450	1.25	1.55
451-500	1.45	2.05
>500	2.10	2.40

Motorcycle Type Factors

Moped/Scooter	0.90
Standard/Cruiser	1.00
Touring	1.15
Sport Touring	1.25
Harley	1.25
Sport	2.00
Custom Bikes	3.00

Violations Charges

Minor	Factor	Major	Factor
0	1.00	0	1.00
1	1.00	1	1.62
2	1.07	each+	0.38
each+	0.23		

*This factor is arrived at by adding the factor below for each \$5000 (or part of \$5000) above \$65,000 to 1.00 and multiplying by the Symbol 20 relativity.

**This factor is arrived at by adding the factor below for each \$5000 (or part of \$5000) above \$80,000 to 1.00 and multiplying by the Symbol 26 relativity.

Comp 0.08
Coll 0.06

4

Southern Farm Bureau Casualty Insurance Company
Motorcycle Rate Structure
Effective 12/01/2009
Arkansas

Limit	Limit Factors			Limit	Limit Factors		Limit	Limit Factors
	BI	UMBI	UIBI		PD	UMPD		PIP
25/50	1.00	1.00	1.00	30	1.00	1.00	5	1.00
50/100	1.22	1.29	1.50	40	1.20	1.33	10	1.75
100/200	1.47	1.55	2.70	50	1.40	1.54	15	2.25
200/300	1.57	1.70	3.15	100	1.50	1.77	20	2.55
300/300	1.65	1.79	3.40	200	1.67	1.95	25	2.80
300/500	1.74	1.88	3.52	250	1.75	2.02		
300/500	1.82	2.01	3.90	500	1.90	2.14		
500/1000	1.97	2.22	4.45	750	2.05	2.26		
750/750	2.04	2.40	5.25	1000	2.20	2.37		
1000/1000	2.11	2.52	6.00					

Years Insured	Chargeable Accidents (Class 1, 4, 6)						Years Insured	Chargeable Accidents (Class 2, 3, 5)					
	0	1	2	3	4	5+		0	1	2	3	4	5+
0	0.95	1.20	1.40	1.50	1.70	2.05	0	1.00	1.20	1.40	1.50	1.70	2.05
1	0.95	1.20	1.40	1.50	1.70	2.05	1	1.00	1.20	1.40	1.50	1.70	2.05
2	0.95	1.20	1.40	1.50	1.70	2.05	2	1.00	1.20	1.40	1.50	1.70	2.05
3	0.90	1.15	1.34	1.50	1.70	2.05	3	1.00	1.20	1.40	1.50	1.70	2.05
4	0.90	1.15	1.34	1.50	1.70	2.05	4	1.00	1.20	1.40	1.50	1.70	2.05
5	0.90	1.15	1.34	1.50	1.70	2.05	5	1.00	1.20	1.40	1.50	1.70	2.05
6	0.85	1.08	1.26	1.50	1.70	2.05	6	1.00	1.20	1.40	1.50	1.70	2.05
7	0.85	1.08	1.26	1.50	1.70	2.05	7	1.00	1.20	1.40	1.50	1.70	2.05
8	0.85	1.08	1.26	1.50	1.70	2.05	8	1.00	1.20	1.40	1.50	1.70	2.05
9+	0.85	1.08	1.26	1.50	1.70	2.05	9+	1.00	1.20	1.40	1.50	1.70	2.05

Age Group	Credit Score Factors							
	A	B	C	D	E	F	G	H
1	1.30	1.15	1.05	1.00	0.86	0.83	0.79	0.69
2	1.20	1.08	1.00	0.95	0.85	0.82	0.77	0.72
3	1.15	1.00	0.97	0.90	0.83	0.81	0.76	0.75
4	1.00	0.97	0.92	0.87	0.81	0.80	0.76	0.75
5	0.95	0.90	0.87	0.83	0.80	0.80	0.76	0.75
6	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75

5

Southern Farm Bureau Casualty Insurance Company
 Motorcycle Classification Relativities
 Effective 12/01/2009
 Arkansas

Class	Description	Single/Multi	Pleasure	Short	Long	Business	Farm
			Use	Commute	Commute	Use	Use
			M	N	P	R	S
1X	Adult Driver	S	1.00	1.03	1.07	1.10	0.78
		M	0.90	0.93	0.96	0.99	0.70
1X7	Adult Driver, Age 50-64	S	0.81	0.84	0.87	0.90	0.61
		M	0.73	0.76	0.78	0.81	0.55
1X9	Adult Driver, Over Age 64	S	0.86	0.88	0.92	0.95	0.66
		M	0.77	0.79	0.83	0.86	0.59
2X1	Single Male Occasional Operator, Age 15-18	S	2.75	2.80	2.85	2.90	2.55
		M	2.48	2.52	2.57	2.61	2.30
2X2	Single Male Occasional Operator, Age 19-21	S	2.36	2.41	2.46	2.51	2.16
		M	2.12	2.17	2.21	2.26	1.94
2X3	Single Male Occasional Operator, Age 22-24	S	1.80	1.85	1.90	1.95	1.60
		M	1.62	1.67	1.71	1.76	1.44
3X1	Single Male Principal Operator, Age 15-18	S	3.85	3.90	3.95	4.00	3.65
		M	3.47	3.51	3.56	3.60	3.29
3X2	Single Male Principal Operator, Age 19-21	S	3.25	3.30	3.35	3.40	3.05
		M	2.93	2.97	3.02	3.06	2.75
3X3	Single Male Principal Operator, Age 22-24	S	2.50	2.55	2.60	2.65	2.30
		M	2.25	2.30	2.34	2.39	2.07
4X1	Married Male Principal Operator, Age 15-18	S	2.00	2.05	2.10	2.15	1.80
		M	1.80	1.85	1.89	1.94	1.62
4X2	Married Male Principal Operator, Age 19-21	S	1.60	1.65	1.70	1.75	1.40
		M	1.44	1.49	1.53	1.58	1.26
4X3	Married Male Principal Operator, Age 22-24	S	1.45	1.50	1.55	1.60	1.25
		M	1.31	1.35	1.40	1.44	1.13
5X1	Single Female Operator, Age 15-18	S	2.50	2.55	2.60	2.65	2.30
		M	2.25	2.30	2.34	2.39	2.07
5X2	Single Female Operator, Age 19-21	S	2.15	2.20	2.25	2.30	1.95
		M	1.94	1.98	2.03	2.07	1.76
5X3	Single Female Operator, Age 22-24	S	1.65	1.70	1.75	1.80	1.45
		M	1.49	1.53	1.58	1.62	1.31
6X4	Pickup, No Youthful Single Male Driver	S	Rate as an Automobile			1.10	0.77
		M				0.99	0.69
6X5	Pickup, Youthful Single Male Driver Occasional Oper	S	Automobile			1.89	1.58
		M				1.70	1.42

Southern Farm Bureau Casualty Insurance Company
Motorcycle Classification Relativities
Effective 12/01/2009
Arkansas

Class	Description	Single/Multi	With Driver Training Discount				
			Pleasure Use M	Short Commute N	Long Commute P	Business Use R	Farm Use S
2X1	Single Male Occasional Operator, Age 15-18	S	2.48	2.52	2.57	2.61	2.30
		M	2.23	2.27	2.31	2.35	2.07
2X2	Single Male Occasional Operator, Age 19-21	S	2.12	2.17	2.21	2.26	1.94
		M	1.91	1.95	1.99	2.03	1.75
3X1	Single Male Principal Operator, Age 15-18	S	3.47	3.51	3.56	3.60	3.29
		M	3.12	3.16	3.20	3.24	2.96
3X2	Single Male Principal Operator, Age 19-21	S	2.93	2.97	3.02	3.06	2.75
		M	2.64	2.67	2.72	2.75	2.48
4X1	Married Male Principal Operator, Age 15-18	S	1.80	1.85	1.89	1.94	1.62
		M	1.62	1.67	1.70	1.75	1.46
4X2	Married Male Principal Operator, Age 19-21	S	1.44	1.49	1.53	1.58	1.26
		M	1.30	1.34	1.38	1.42	1.13
5X1	Single Female Operator, Age 15-18	S	2.25	2.30	2.34	2.39	2.07
		M	2.03	2.07	2.11	2.15	1.86
5X2	Single Female Operator, Age 19-21	S	1.94	1.98	2.03	2.07	1.76
		M	1.75	1.78	1.83	1.86	1.58

Class	Description	Single/Multi	With Good Student Discount				
			Pleasure M	Short N	Long P	Business R	Farm S
2X1	Single Male Occasional Operator, Age 15-18	S	2.06	2.10	2.14	2.18	1.91
		M	1.85	1.89	1.93	1.96	1.72
2X2	Single Male Occasional Operator, Age 19-21	S	1.77	1.81	1.85	1.88	1.62
		M	1.59	1.63	1.67	1.69	1.46
2X3	Single Male Occasional Operator, Age 22-24	S	1.35	1.39	1.43	1.46	1.20
		M	1.22	1.25	1.29	1.31	1.08
3X1	Single Male Principal Operator, Age 15-18	S	2.89	2.93	2.96	3.00	2.74
		M	2.60	2.64	2.66	2.70	2.47
3X2	Single Male Principal Operator, Age 19-21	S	2.44	2.48	2.51	2.55	2.29
		M	2.20	2.23	2.26	2.30	2.06
3X3	Single Male Principal Operator, Age 22-24	S	1.88	1.91	1.95	1.99	1.73
		M	1.69	1.72	1.76	1.79	1.56
5X1	Single Female Operator, Age 15-18	S	1.88	1.90	1.95	2.00	1.75
		M	1.69	1.71	1.76	1.80	1.58
5X2	Single Female Operator, Age 19-21	S	1.61	1.65	1.70	1.75	1.45
		M	1.45	1.49	1.53	1.58	1.31
5X3	Single Female Operator, Age 22-24	S	1.24	1.30	1.30	1.35	1.10
		M	1.12	1.17	1.17	1.22	0.99

Class	Description	Single/Multi	With Driver Training and Good Student Discounts				
			Pleasure M	Short N	Long P	Business R	Farm S
2X1	Single Male Occasional Operator, Age 15-18	S	1.86	1.89	1.92	1.96	1.72
		M	1.67	1.70	1.73	1.76	1.55
2X2	Single Male Occasional Operator, Age 19-21	S	1.59	1.63	1.66	1.69	1.46
		M	1.43	1.47	1.49	1.52	1.31
3X1	Single Male Principal Operator, Age 15-18	S	2.60	2.63	2.67	2.70	2.46
		M	2.34	2.37	2.40	2.43	2.21
3X2	Single Male Principal Operator, Age 19-21	S	2.19	2.23	2.26	2.30	2.06
		M	1.97	2.01	2.03	2.07	1.85
5X1	Single Female Operator, Age 15-18	S	1.69	1.72	1.76	1.79	1.55
		M	1.52	1.55	1.58	1.61	1.40
5X2	Single Female Operator, Age 19-21	S	1.45	1.49	1.52	1.55	1.32
		M	1.31	1.34	1.37	1.40	1.19

7

Alexa Grissom

From: Richard.Sims@afbic.com
Sent: Monday, August 10, 2009 4:26 PM
To: Alexa Grissom
Cc: Benjamin_Kimmons/SFB__HO01/SFB@SFBX.AFB
Subject: RE: APCS, ETC.

Attachments: Motorcycle Rates Eff 12-1-2009 ameded 8-10-2009.pdf; FORM RF-1 Motorcycle Rates 12 1 2009 amended 8 10 2009.doc



Motorcycle Rates Eff 12-1-2009...
FORM RF-1 Motorcycle Rates 12.
Alexa,

Attached are amended Motorcycle rates and an amended RF-1 that reflects revisions made to the proposed rate structure. This amended structure should comply with the request to limit any increases to around 20%. The amended motorcycle rate structure will have a maximum rate impact of 24.4%.

If you have any questions or need additional information, please let me know. (See attached file: Motorcycle Rates Eff 12-1-2009 ameded 8-10-2009.pdf) (See attached file: FORM RF-1 Motorcycle Rates 12 1 2009 amended 8 10 2009.doc)
Thanks!

Richard Sims, CPCU, ARe,
Actuarial & Regulatory Affairs Manager
Farm Bureau Mutual Insurance Company of Arkansas, Inc Southern Farm Bureau Casualty Insurance Company
(501)228-1404
Richard.Sims@afbic.com

This e-mail contains proprietary information and is confidential. You are hereby notified that any dissemination, distribution or copying of this message is strictly prohibited.

Alexa Grissom
<Alexa.Grissom@ar
kansas.gov>

08/06/2009 07:57
AM

""Richard.Sims@afbic.com""
<Richard.Sims@afbic.com>

To

cc

Subject

RE: APCS, ETC.

Yes, I did. I'm waiting to receive the motorcycle information before processing.

Alexa B. Grissom
Certified Analyst
Property & Casualty
(501) 371-2803

-----Original Message-----

From: Richard.Sims@afbic.com [mailto:Richard.Sims@afbic.com]
Sent: Thursday, August 06, 2009 7:00 AM
To: Alexa Grissom
Subject: Fw: APCS, ETC.

Alexa,

We seem to be having problems with our emails to the Insurance Department.
I was just wanting to be sure you got this email last week.

Thanks!

Richard Sims, CPCU, ARe,
Actuarial & Regulatory Affairs Manager
Farm Bureau Mutual Insurance Company of Arkansas, Inc Southern Farm Bureau Casualty
Insurance Company
(501)228-1404
Richard.Sims@afbic.com

This e-mail contains proprietary information and is confidential. You are hereby notified
that any dissemination, distribution or copying of this message is strictly prohibited.
----- Forwarded by Richard Sims/AFB on 08/06/2009 06:58 AM -----

Richard Sims/AFB

07/29/2009 08:46
AM

Alexa Grissom
<Alexa.Grissom@arkansas.gov>

To

cc

Subject

Re: FW: APCS, ETC. (Document link:
Richard Sims)

Alexa,

Attached is the APCS. I am putting an additional check in the mail today as requested to
Ben Kimmons.

I have also attached a breakdown on the changes we expect for our insureds under this new
motorcycle rate structure. We only have one insured with an 89% increase and over 60% of
our insureds will be getting a decrease in their premiums. We haven't made any
adjustments to how we rate motorcycles for years and are trying to introduce some
segmentation into the structure so that all type of motorcycles will not have the same
rate.

As requested we are reviewing the proposed rate structure to see how we can best limit the
increases to about 20%.

If you have any other questions, please let me know.
[attachment "Proposed Motorcycle Impact 12012009.pdf" deleted by Richard Sims/AFB]
[attachment "PPA Survey FORM APCS 12 1 2009.xls" deleted by Richard Sims/AFB] Thanks!

9

Richard Sims, CPCU, ARe,
Actuarial & Regulatory Affairs Manager
Farm Bureau Mutual Insurance Company of Arkansas, Inc Southern Farm Bureau Casualty
Insurance Company
(501)228-1404
Richard.Sims@afbic.com

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that any dissemination, distribution or copying of this message is strictly prohibited.

Alexa Grissom
<Alexa.Grissom@ar
kansas.gov>

07/23/2009 03:47
PM

""richard.sims@afbic.com""
<richard.sims@afbic.com>

To

cc

Subject

FW: APCS, ETC.

From: Alexa Grissom
Sent: Thursday, July 23, 2009 3:45 PM
To: 'richard.sims@arfbic.com'
Cc: 'benjamin.kimmons@afbic.com'
Subject: APCS, ETC.

Dear Sirs

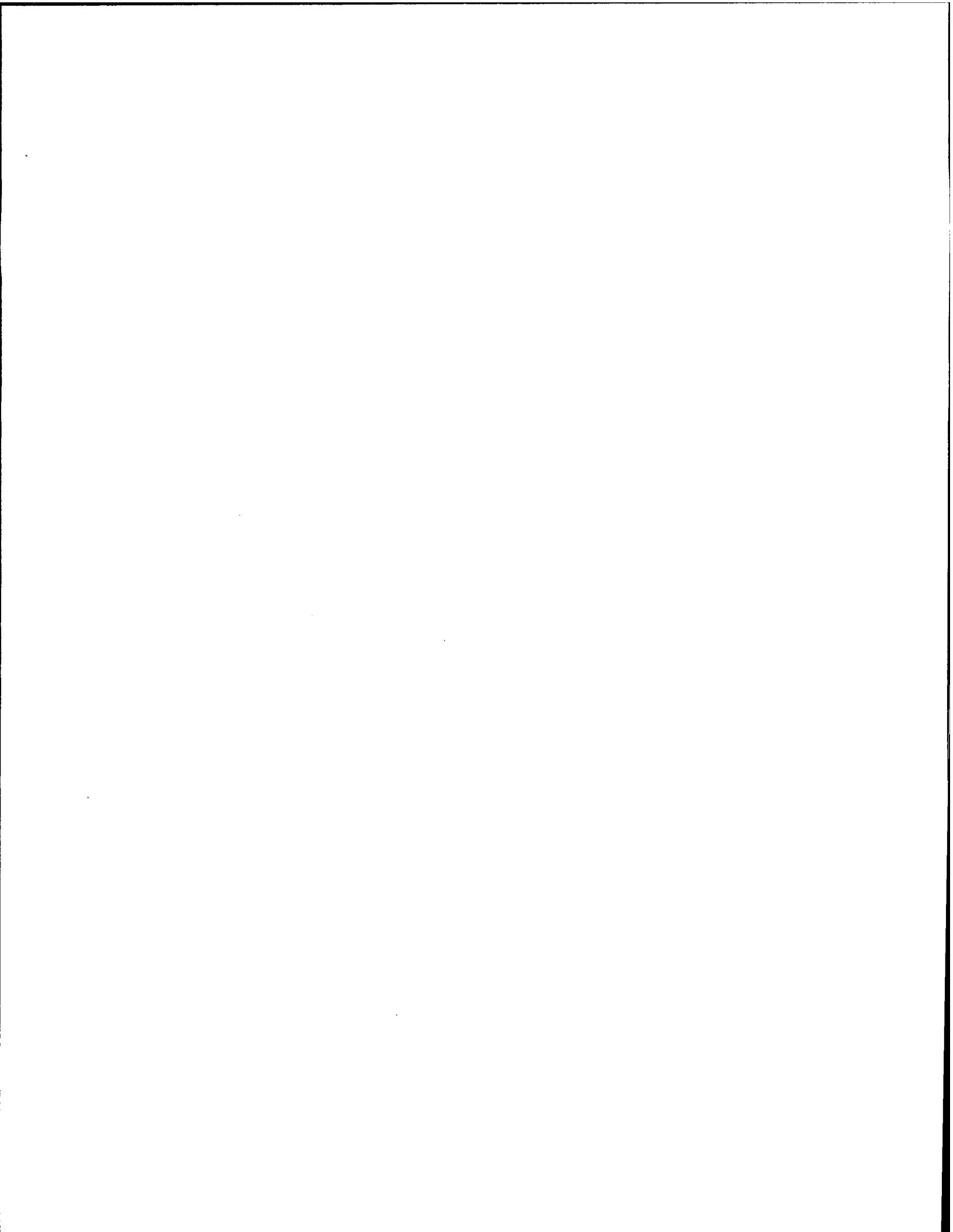
The APCS for the private passenger auto filing must be submitted in Excel.

Additionally, the APCS for the motorcycle program states that an insured may receive up to
an 89 percent increase. Please cap such increases around 20 percent.

If I may be of assistance, please advise.

Sincerely

Alexa B. Grissom
Certified Analyst
Property & Casualty
(501) 371-2803



Alexa Grissom

To: richard.sims@arfbic.com
Cc: benjamin.kimmons@afbic.com
Subject: APCS, ETC.

Dear Sirs

The APCS for the private passenger auto filing must be submitted in Excel.

Additionally, the APCS for the motorcycle program states that an insured may receive up to an 89 percent increase. Please cap such increases around 20 percent.

If I may be of assistance, please advise.

Sincerely

Alexa B. Grissom
Certified Analyst
Property & Casualty
(501) 371-2803