Filing at a Glance

Company: Allstate Property & Casualty Insurance Company

Product Name: Private Passenger Auto
TOI: 19.0 Personal Auto
Sub-TOI: 19.0001 Private Passenger Auto (PPA)
Filing Type: Rate/Rule

SERFF Tr Num: ALSX-126576215
SERFF Status: Closed-Filed
Co Tr Num: R22306

Author: SPI AllState
Date Submitted: 04/07/2010

State: Arkansas
State Tr Num: EFT $150
State Status: Fees verified and received
Reviewer(s): Alexa Grissom, Betty Montesi
Disposition Date: 04/15/2010
Disposition Status: Filed
Effective Date (New): 05/24/2010
Effective Date (Renewal): 06/28/2010

Effective Date Requested (New): 05/24/2010
Effective Date Requested (Renewal): 06/28/2010

State Filing Description:

General Information

Project Name: Full Pay Discount
Project Number: R22306
Reference Organization: N/A
Reference Title:
Filing Status Changed: 04/15/2010
State Status Changed: 04/15/2010
Created By: SPI AllState
Corresponding Filing Tracking Number:
Filing Description:
AR PPA Rate Change, Introduction of FullPay Discount

Status of Filing in Domicile: Authorized
Domicile Status Comments:
Reference Number: N/A
Advisory Org. Circular:

Deemer Date:
Submitted By: SPI AllState

With this filing, Allstate Property & Casualty Insurance Company (APC) proposes an overall -3.3% rate decrease for the Arkansas Private Passenger Automobile insurance program based on a rate level indication of +3.3%. The rate level change will be accomplished by revising rate adjustment factors by coverage and introducing the FullPay Discount.

Additional information can be found in the following attachments:

Attachment A - Summary of Selected Rate Level Change
Attachment B - Summary of Rate Level Indication
Attachment C - FullPay Discount
Attachment D - Rate Level Impact of Revisions
Attachment E - Summary of Manual Changes

Effective Date:
New business written and renewals processed on or after May 24, 2010, with renewals effective on or after June 28, 2010

Company and Contact

Filing Contact Information

Celeste Mrdak, Senior State Filings Analyst
2775 Sanders Road
Suite A5
Northbrook, IL 60062

oscmrda@allstate.com
847-402-5000 [Phone] 27328 [Ext]
847-402-9757 [FAX]

Filing Company Information

Allstate Property & Casualty Insurance Company	CoCode: 17230	State of Domicile: Illinois
2775 Sanders Road	Group Code: 8	Company Type:
Suite A5	Group Name: Allstate	State ID Number:
Northbrook, IL 60062	FEIN Number: 36-3341779	
(847) 402-5000 ext. [Phone]		

Filing Fees

Fee Required?	Yes
Fee Amount:	$150.00
Retaliatory?	No
Fee Explanation:	Filing and review of independent rate filings - $100
	Filing and review of independent rule filings - $50
Per Company:	No

SERFF Tracking Number:	*ALSX-126576215*	*State:*	*Arkansas*
Filing Company:	*Allstate Property & Casualty Insurance Company*	*State Tracking Number:*	*EFT $150*
Company Tracking Number:	*R22306*		
TOI:	*19.0 Personal Auto*	*Sub-TOI:*	*19.0001 Private Passenger Auto (PPA)*
Product Name:	*Private Passenger Auto*		
Project Name/Number:	*Full Pay Discount/R22306*		

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Allstate Property & Casualty Insurance Company	$150.00	04/07/2010	35475444

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Alexa Grissom	04/15/2010	04/15/2010

Filing Notes

Subject	Note Type	Created By	Created On	Date Submitted
F.Y.I.	Note To Reviewer	SPI AllState	04/07/2010	04/07/2010

Disposition

Disposition Date: 04/15/2010
Effective Date (New): 05/24/2010
Effective Date (Renewal): 06/28/2010
Status: Filed
Comment:

Company Name:	**Overall % Indicated Change:**	**Overall % Rate Impact:**	**Written Premium Change for this Program:**	**# of Policy Holders Affected for this Program:**	**Written Premium for this Program:**	**Maximum % Change (where required):**	**Minimum % Change (where required):**
Allstate Property & Casualty Insurance Company	3.300%	-3.300%	$-1,224,384	30,180	$37,102,554	7.300%	-19.800%

SERFF Tracking Number:	*ALSX-126576215*	*State:*	*Arkansas*
Filing Company:	*Allstate Property & Casualty Insurance Company*	*State Tracking Number:*	*EFT $150*
Company Tracking Number:	*R22306*		
TOI:	*19.0 Personal Auto*	*Sub-TOI:*	*19.0001 Private Passenger Auto (PPA)*
Product Name:	*Private Passenger Auto*		
Project Name/Number:	*Full Pay Discount/R22306*		

Schedule	Schedule Item	Schedule 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	ActIndMemo01 , ActIndMemo02	Filed	Yes
Rate	Manual_R22306	Filed	Yes
Rate	CheckingList_R22306	Filed	Yes

Note To Reviewer

Created By:
SPI AllState on 04/07/2010 04:51 PM
Last Edited By:
Alexa Grissom
Submitted On:
04/15/2010 02:06 PM
Subject:
F.Y.I.
Comments:
Please note in order for us to satisfy our communicated effective dates for new business written and renewals processed on or after 05/24/10, with renewals effective on or after 06/28/10, we would appreciate approval of this filing by 04/26/10. To assist in your review, we are happy to schedule a teleconference to further discuss this filing.

Thank you in advance for your time and cooperation.

Sincerely,

Celeste P. Mrdak
Senior State Filings Analyst
800-366-2958 ext. 27328

Rate Information

Rate data applies to filing.

Filing Method:	File and Use
Rate Change Type:	Decrease
Overall Percentage of Last Rate Revision:	0.000%
Effective Date of Last Rate Revision:	04/12/2010
Filing Method of Last Filing:	File and Use

Company Rate Information

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where required):	Minimum % Change (where required):
Allstate Property & Casualty Insurance Company	3.300%	-3.300%	$-1,224,384	30,180	$37,102,554	7.300%	-19.800%

SERFF Tracking Number:	*ALSX-126576215*	*State:*	*Arkansas*
Filing Company:	*Allstate Property & Casualty Insurance Company*	*State Tracking Number:*	*EFT $150*
Company Tracking Number:	*R22306*		
TOI:	*19.0 Personal Auto*	*Sub-TOI:*	*19.0001 Private Passenger Auto (PPA)*
Product Name:	*Private Passenger Auto*		
Project Name/Number:	*Full Pay Discount/R22306*		

Rate/Rule Schedule

Schedule Item Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Number:	Attachments
Filed 04/15/2010	Manual_R22306	R22306	Replacement	ALSX-126516226	R22306.PDF
Filed 04/15/2010	CheckingList_R22306	R22306	New		R22306.PDF

Rule 31 - Accident Prevention Course Discount..... 31-1
Rule 32 - 55 and Retired Discount..... 32-1
Rule 33 - Reserved for Future Use..... 33-1
Rule 34 - The Good Hands People® Discount..... 34-1
Rule 35 - Economy Car Discount..... 35-1
Rule 36 - Utility Discount..... 36-1
Rule 37 - Farm Discount..... 37-1
Rule 38 - Passive Restraint Discount..... 38-1
Rule 39 - Antilock Brake Discount..... 39-1
Rule 40 - Reserved for Future Use..... 40-1
Rule 41 - Inexperienced Operator Surcharge..... 41-1
Rule 42 – FullPay Discount..... 42-1
Rule 43 - Certified Risk Surcharge..... 43-1
Rule 44 - Non-Owned Automobiles..... 44-1
Rule 45 - Classic Automobiles..... 45-1
Rule 46 - Private Passenger Trailers..... 46-1
Rule 47 – Reserved for Future Use..... 47-1
Rule 48 - Reserved for Future Use..... 48-1
Rule 49 - Camper Units..... 49-1
Rule 50 - Reserved for Future Use..... 50-1
Rule 51 – Reserved for Future Use..... 51-1
Rule 52 - Allstate® Your Choice Auto Insurance Option Packages..... 52-1
Rule 53 – New Car Expanded Protection..... 53-1
Rule 54 – Safe Driving Deductible Reward..... 54-1
Rule 55 – Safe Driving Bonus..... 55-1
Rule 56 – Allstate Value Plan Option Package..... 56-1
Rule 57 – Tier Determination 57-1
Rule 58 – Premier and Premier Plus Discount 58-1
Rule 59 – Accident Waiver Program 59-1
Rule 60 – Good Payer Discount 60-1

RULE 42 – FULLPAY DISCOUNT

The applicable rates will be reduced by the appropriate factor shown in the Automobile Rating Section when the insured meets the following criteria:

New Business Qualifications

In order for the policy to qualify for the FullPay Discount at new business, the policy premium must be paid in full on the date at which the policy is bound.

Renewal Qualifications

In order for the policy to qualify for the FullPay Discount upon renewal, the policy premium must be paid in full by the time the first bill following the renewal effective date has been generated by the system.

Exception: For automatic payment plans, the full policy premium must be scheduled for withdrawal or scheduled to be charged by the time the first bill following the renewal effective date has been generated by the system.

Note:
The discount only applies at the beginning of a policy period.

ARKANSAS
VOLUNTARY PRIVATE PASSENGER AUTO
PREMIUM CALCULATION

ROUND AFTER EACH CALCULATION TO THE NEAREST PENNY

STEP #		AA	BB	VC	VM	VW	DD	HH
1	TERRITORIAL BASE RATE (RP-4A and 24A)							
2	RATE ADJUSTMENT FACTOR	x 1.370	x 1.365	x 1.894	x 1.004	x 1.004	x 1.014	x 0.931
3	INCREASED LIMIT FACTOR/ADDEND (RP-5A)	x	+	x	+	+		
4	PREFERRED PACKAGE DISCOUNT (RP-19A)	x	x	x			x	x
5	DRIVER CLASSIFICATION FACTOR (RP-6A through 9A)	x	x	x			x	x
6	ECONOMY CAR DISCOUNT (RP-18A)	x	x					
7	HOUSEHOLD COMPOSITION FACTOR (RP-20A)	x	x	x			x	x
8	MODEL YEAR FACTOR (RP-21A)						x	x
9	DEDUCTIBLE BY PGS FACTOR (RP-21A)						x	x
10	EXPERIENCE GROUP RATING FACTOR (EGR PAGES)	x	x	x			x	x
11	NEW CAR DISCOUNT (RP-16A)	x	x	x			x	x
12	FIRE AND THEFT FACTOR (RP-24A)							x
13	UTILITY DISCOUNT (RP-18A)	x	x	x			x	x
14	RESIDENT STUDENT DISCOUNT (RP-18A)	x	x				x	
15	GOOD STUDENT DISCOUNT (RP-18A)	x	x	x			x	x
16	PASSIVE RESTRAINT DISCOUNT (RP-18A)			x	x	x		
17	MERIT FACTOR (RP-22A)	x	x	x			x	
18	MINOR VIOLATION FACTOR (RP-23A)	x	x				x	
19	INEXP. OPERATOR SURCHARGE FACTOR (RP-18A)	x	x				x	
20	MAJOR VIOLATION SURCHARGE FACTOR (RP-23A)	x	x				x	
21	FARM DISCOUNT FACTOR (RP-19A)	x	x				x	
22	CAMPER UNIT ADDITIONAL PREMIUM (RP-24A)						+	+
23	55 AND RETIRED DISCOUNT (RP-18A)	x	x	x			x	x
24	ACCIDENT PREVENTION COURSE DISCOUNT (RP-18A)	x	x				x	x
25	TIER (RP-10A through 15A)	x	x	x			x	x
26	PREMIER PLUS DISCOUNT (RP-16A)	x	x	x			x	x
27	PREMIER DISCOUNT (RP-16A)	x	x	x			x	x
28	MULTIPLE POLICY DISCOUNT (RP-17A)	x	x	x			x	x
29	CERTIFIED RISK SURCHARGE FACTOR (RP-18A)	x	x					
30	ANTI-LOCK BRAKE DISCOUNT (RP-18A)	x	x				x	
31	THE GOOD HANDS PEOPLE® DISCOUNT (RP-18A)	x	x	x			x	x
32	THE GOOD PAYER DISCOUNT FACTOR (RP-19A)	x	x	x			x	x
33	THE ALLSTATE EASY PAY PLAN DISCOUNT (RP-19A)	x	x	x			x	x
34	FUTURE EFFECTIVE DATE DISCOUNT (RP-19A)	x	x	x			x	x
35	FULLPAY DISCOUNT (RP-19A)	x	x	x			x	x
36	ALLSTATE® YOUR CHOICE AUTO INSURANCE OPTION PACKAGE FACTOR (RP-19A)	x	x	x			x	x
37	TOTAL COVERAGE PREMIUM							

38	UM COVERAGE (SS)	
	UM - BI BASE RATE (RP-4A)	
	RATE ADJUSTMENT FACTOR	x 1.023
	UM - BI INCREASED LIMIT FACTOR (RP-5A)	x
	UM - PD INCREASED LIMIT ADDEND (RP-5A)	+
	TOTAL UM COVERAGE PREMIUM	=

39	UIM COVERAGE (SU)	
	UIM - BI BASE RATE (RP-4A)	
	RATE ADJUSTMENT FACTOR	x 1.020
	UM - BI INCREASED LIMIT FACTOR (RP-5A)	x
	TOTAL UIM COVERAGE PREMIUM	=

40	RENTAL REIMBURSEMENT (UU)	
	RENTAL REIMBURSEMENT BASE RATE (RP-24A)	
	RENTAL REIMBURSEMENT LIMIT FACTOR (RP-5A)	x
	TOTAL RENTAL REIMBURSEMENT COVERAGE PREMIUM	=

41		
	TOWING (JJ) (RP- 24A)	
	SOUND SYSTEMS (ZA) (RP- 24A)	+
	TAPE (ZZ) (RP- 24A)	+
	NEW CAR EXPANDED PROTECTION (NC) (RP-3A)	+
	TOTAL MISCELLANEOUS COVERAGES	=

42		
	TOTAL SEMI-ANNUAL PREMIUM =	

NOTES

Territory #: _____

Tier: _____

Classification: _____

Limits of Liability: _____

Model Year: _____

PGS: _____

DD/HH Deductibles: _____

ARKANSAS
VOLUNTARY PRIVATE PASSENGER AUTO
NEW CAR EXPANDED PROTECTION PREMIUM CALCULATION

ROUND AFTER EACH CALCULATION TO THE NEAREST PENNY

NEW CAR EXPANDED PROTECTION COVERAGE (NC) - RULE 53*

STEP #		DD	HH
1	TERRITORIAL BASE RATE (RP-4A)		
2	RATE ADJUSTMENT FACTOR (RP-2A)	x 1.014	x 0.931
3	PREFERRED PACKAGE DISCOUNT (RP-19A)	x	x
4	DRIVER CLASSIFICATION FACTOR (RP-6A through 9A)	x	x
5	HOUSEHOLD COMPOSITION FACTOR (RP-20A)	x	x
6	MODEL YEAR FACTOR (RP-21A)	x	x
7	DEDUCTIBLE BY PGS FACTOR* (RP-21A)	x	x
8	EXPERIENCE GROUP RATING FACTOR (EGR PAGES)	x	x
9	NEW CAR DISCOUNT FACTOR (RP-16A)	x	x
10	UTILITY DISCOUNT (RP-18A)	x	x
11	RESIDENT STUDENT DISCOUNT FACTOR (RP-18A)	x	
12	GOOD STUDENT DISCOUNT FACTOR (RP-18A)	x	x
13	MERIT FACTOR (RP-22A)	x	
14	MINOR VIOLATION FACTOR (RP-23A)	x	
15	INEXPERIENCED OPERATOR SURCHARGE FACTOR (RP-18A)	x	
16	MAJOR VIOLATION SURCHARGE FACTOR (RP-23A)	x	
17	FARM DISCOUNT FACTOR (RP-19A)	x	
18	55 AND RETIRED DISCOUNT FACTOR (RP-18A)	x	x
19	ACCIDENT PREVENTION COURSE DISCOUNT (RP-18A)	x	x
20	TIER FACTOR (RP-10A through 15A)	x	x
21	PREMIER PLUS DISCOUNT FACTOR (RP-16A)	x	x
22	PREMIER DISCOUNT FACTOR (RP-16A)	x	x
23	MULTIPLE POLICY DISCOUNT FACTOR (RP-17A)	x	x
24	ANTI-LOCK BRAKE DISCOUNT (RP-18A)	x	
25	THE GOOD HANDS PEOPLE® DISCOUNT FACTOR (RP-18A)	x	x
26	THE GOOD PAYER DISCOUNT FACTOR (RP-19A)	x	x
27	THE ALLSTATE EASY PAY PLAN DISCOUNT (RP-19A)	x	x
28	FUTURE EFFECTIVE DATE DISCOUNT (RP-19A)	x	x
29	FULLPAY DISCOUNT (RP-19A)	x	x
30	ALLSTATE® YOUR CHOICE AUTO INSURANCE OPTION PACKAGE FACTOR (RP-19A)	x	x
31	NEW CAR EXPANDED PROTECTION FACTOR (RP-24A)	x	x
32	**TOTAL COVERAGE PREMIUM**		

*$100 DEDUCTIBLE FOR COLLISION, $50 FOR COMPREHENSIVE

ARKANSAS
VOLUNTARY PRIVATE PASSENGER AUTO
RATING FACTORS

RATING PLAN	RULE	RATING GROUP	FACTOR AA	BB	VC	DD	HH
FARM DISCOUNT	37	*	0.90	0.90	N/A	0.90	N/A
GOOD PAYER DISCOUNT	60	*	0.95	0.93	0.95	0.93	0.95
ALLSTATE EASY PAY PLAN DISCOUNT	61						
Allstate		*	0.95	0.95	0.95	0.95	0.95
Gold Protection		*	0.95	0.95	0.95	0.95	0.95
Platinum Protection		*	0.95	0.95	0.95	0.95	0.95
FUTURE EFFECTIVE DATE DISCOUNT	62						
Number of Times Renewed							
0		*	0.90	0.90	0.90	0.90	0.90
1		*	0.90	0.90	0.90	0.90	0.90
2		*	0.95	0.95	0.95	0.95	0.95
3		*	1.00	1.00	1.00	1.00	1.00
4		*	1.00	1.00	1.00	1.00	1.00
5+		*	1.00	1.00	1.00	1.00	1.00
ALLSTATE® YOUR CHOICE AUTO INSURANCE OPTION PACKAGE FACTORS	52						
Allstate Value Plan		*	0.92	0.92	0.92	0.92	0.92
Allstate		*	1.00	1.00	1.00	1.00	1.00
Gold Protection		*	1.07	1.07	1.07	1.07	1.07
Platinum Protection		*	1.15	1.15	1.15	1.15	1.15
PREFERRED PACKAGE DISCOUNT	67	*	0.92	0.92	0.92	0.92	0.92
FULLPAY DISCOUNT	42	*	0.90	0.90	0.90	0.90	0.90

* All Rating Groups

CHECKING LIST FOR PRIVATE PASSENGER AUTO

Printing dates are shown on each page to facilitate identification of different editions, but have no direct connection with the effective date of the page.

INDEX

Enclosed: Page I-2 dated 6-1-2010

Withdrawn: Page I-2 dated 9-1-2007

RULES

Enclosed: Page 42-1 dated 6-1-2010

Withdrawn: Page 42-1 dated 7-1-2005

PREMIUM SECTION

Enclosed: Page RP-2A dated 6-1-2010
Page RP-3A dated 6-1-2010
Page RP-19A dated 6-1-2010

Withdrawn: Page RP-2A dated 4-15-2010
Page RP-3A dated 4-15-2010
Page RP-19A dated 4-15-2010

Supporting Document Schedules

		Item Status:	Status Date:
Satisfied - Item:	A-1 Private Passenger Auto Abstract	Filed	04/15/2010

Comments:

Attachment:

A-1 Private Passenger Auto Abstract.PDF

		Item Status:	Status Date:
Satisfied - Item:	APCS-Auto Premium Comparison Survey	Filed	04/15/2010

Comments:

Attachments:

APCS-Auto Premium Comparison Survey.PDF

APCS-Auto Premium Comparison Survey.XLS

		Item Status:	Status Date:
Satisfied - Item:	NAIC loss cost data entry document	Filed	04/15/2010

Comments:

Attachment:

NAIC loss cost data entry document.PDF

		Item Status:	Status Date:
Bypassed - Item:	NAIC Loss Cost Filing Document for OTHER than Workers' Comp	Filed	04/15/2010

Bypass Reason: N/A

Comments:

SERFF Tracking Number:	*ALSX-126576215*	*State:*	*Arkansas*
Filing Company:	*Allstate Property & Casualty Insurance Company*	*State Tracking Number:*	*EFT $150*
Company Tracking Number:	*R22306*		
TOI:	*19.0 Personal Auto*	*Sub-TOI:*	*19.0001 Private Passenger Auto (PPA)*
Product Name:	*Private Passenger Auto*		
Project Name/Number:	*Full Pay Discount/R22306*		

		Item Status:	**Status Date:**
Satisfied - Item:	ActIndMemo01 , ActIndMemo02	Filed	04/15/2010

Comments:

Attachments:

ActIndMemo01 .PDF

ActIndMemo02 .PDF

ARKANSAS INSURANCE DEPARTMENT FORM A-1

Rev. 4/98

PRIVATE PASSENGER AUTOMOBILE ABSTRACT

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

Company Name: Allstate Property & Casualty Insurance Company
NAIC No.: 17230 Group No.: 008

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? No

4. Do you insure driver with an international or foreign driver's license? No

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

a.	Driver Over 55	10 %
b.	Good Student Discount	10-20 %
c.	Multi-car Discount	N/A %
d.	Accident Free Discount*	%
	*Please Specify Qualification for Discount (see the following page)	
e.	Anti-theft Discount	N/A %
f.	Other (specify)	
	Resident Student Discount	20-35 %
	Economy Car Discount	10 %
	Utility Discount	10-25 %
	Multiple Policy Discount	5 or 10 %
	Good Payer Discount	5 %
	Anti-lock Brake Discount	10 %
	Passive Restraint Discount	10-30 %
	Accident Prevention Course Discount	5 or 10 %
	"The Good Hands People® Discount"	10 %
	Allstate Easy Pay Plan Discount	5 %
	Future Effective Date Discount	0-10 %
	Preferred Package Discount	8 %
	FullPay Discount	10 %

6. Do you have an installment payment plan for automobile insurance? Yes
If so, what is the fee for installment payments? $3.50

7. Does you company utilize a tiered rating plan? Yes
If so, list the programs and percentage difference. Rating Group 1, Rating Group 2, Rating Group 3, Rating Group 4. Please Refer to Rules and Rates Manual for Further Details Regarding This Tiering Structure.
State the current volume for each program.

Rating Group 1	$ 33,064,219
Rating Group 2	$ 8,075,098
Rating Group 3	$ 453,729
Rating Group 4	$ 286,928

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

Laura Miller
Signature

Senior Actuarial Assistant
Title

847-402-0137
Telephone Number

*Please reference the Rules and Rates Manual for further details regarding qualifications for these discounts and more information regarding to which coverages these discounts apply.

AID PC A-1 (4/98)

5.(d) Accident-free Discount

Please reference Rule 58 in the Rules Manual for details on the Premier and Premier Plus Discount. Based on a combination of the occurrence date of the last chargeable accident and the occurrence date of the last non-chargeable accident, a customer may be slotted into Premier Discount Levels 1-3 or Premier Plus Discount Levels 1-3. The corresponding discount percentages can be found in the Rates Manual.

Private Passenger Auto Premium Comparision Survey Form

FORM APCS - last modified August 2005

NAIC Number:	17230
Company Name:	Allstate Property & Casualty Insurance Company
Contact Person:	Celeste Mrdak
Telephone No.:	1-800-366-2958 Ext. 27328
Email Address:	oscmrda@allstate.com
Effective Date:	5/24/2010

DISCOUNTS OFFERED:

PASSIVE RESTRAINT/AIRBAG	*10-30 %*
AUTO/HOMEOWNERS	*10 %*
GOOD STUDENT	*10-20 %*
ANTI-THEFT DEVICE	*0 %*
Over 55 Defensive Driver Discount	*10 %*
$250/$500 Deductible Comp./Coll.	*10-31 %*

Assumptions to Use:

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

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

		Fayetteville				Trumann				Little Rock				Lake Village				Pine Bluff			
	Gender	Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female	Female	Male	Male or Female	Male or Female
Vehicle	**Coverages / Age**	18	18	40	66	18	18	40	66	18	18	40	66	18	18	40	66	18	18	40	66
1999 Chevrolet Silverado 1500 2WD "LS" regular cab 119" WB	*Minimum Liability*	$467	$559	$197	$215	$533	$639	$222	$243	$577	$695	$236	$258	$476	$570	$200	$218	$796	$956	$322	$356
	Minimum Liability with Comprehensive and Collision	$1,010	$1,391	$420	$421	$1,107	$1,516	$452	$459	$1,107	$1,502	$441	$454	$1,164	$1,628	$493	$484	$1,481	$1,999	$589	$611
	100/300/50 Liability with Comprehensive and Collision	$935	$1,272	$388	$394	$1,032	$1,396	$421	$432	$1,041	$1,395	$414	$431	$1,062	$1,467	$447	$445	$1,409	$1,878	$558	$586
2003 Ford Explorer 'XLT' 2WD, 4 door	*Minimum Liability*	$440	$522	$191	$209	$505	$599	$216	$238	$542	$646	$227	$250	$446	$528	$193	$212	$765	$909	$317	$353
	Minimum Liability with Comprehensive and Collision	$1,232	$1,729	$506	$506	$1,347	$1,881	$544	$551	$1,327	$1,838	$523	$538	$1,442	$2,052	$602	$591	$1,776	$2,444	$701	$725
	100/300/50 Liability with Comprehensive and Collision	$1,121	$1,555	$460	$466	$1,234	$1,702	$498	$510	$1,225	$1,676	$483	$502	$1,294	$1,821	$539	$535	$1,658	$2,253	$653	$683
2003 Honda Odyssey "EX"	*Minimum Liability*	$396	$468	$173	$189	$450	$533	$195	$213	$484	$577	$205	$224	$404	$478	$177	$192	$667	$791	$279	$309
	Minimum Liability with Comprehensive and Collision	$1,082	$1,513	$441	$444	$1,184	$1,647	$474	$483	$1,171	$1,618	$459	$474	$1,264	$1,791	$522	$516	$1,551	$2,130	$609	$632
	100/300/50 Liability with Comprehensive and Collision	$982	$1,357	$401	$408	$1,079	$1,485	$434	$446	$1,076	$1,469	$423	$440	$1,132	$1,587	$468	$467	$1,438	$1,953	$565	$592
2005 Toyota Camry LE 3.0L 4 door Sedan	*Minimum Liability*	$487	$577	$208	$227	$554	$657	$235	$257	$597	$713	$248	$271	$499	$592	$213	$232	$818	$973	$339	$374
	Minimum Liability with Comprehensive and Collision	$1,488	$2,098	$590	$597	$1,629	$2,286	$636	$651	$1,611	$2,245	$616	$638	$1,746	$2,489	$701	$698	$2,121	$2,941	$814	$847
	100/300/50 Liability with Comprehensive and Collision	$1,338	$1,867	$531	$542	$1,472	$2,044	$576	$594	$1,464	$2,020	$562	$586	$1,552	$2,193	$623	$626	$1,946	$2,669	$748	$785
2003 Cadillac Seville "STS" 4 door Sedan	*Minimum Liability*	$384	$456	$168	$183	$439	$522	$189	$207	$472	$565	$199	$218	$390	$463	$170	$185	$658	$784	$273	$302
	Minimum Liability with Comprehensive and Collision	$1,861	$2,709	$764	$742	$2,008	$2,909	$806	$794	$1,932	$2,778	$755	$757	$2,250	$3,310	$943	$899	$2,537	$3,635	$993	$999
	100/300/50 Liability with Comprehensive and Collision	$1,636	$2,362	$670	$657	$1,774	$2,547	$711	$707	$1,719	$2,449	$671	$679	$1,959	$2,859	$817	$786	$2,273	$3,225	$888	$902
1998 Chevrolet Cavalier LS 4D Sedan	*Minimum Liability*	$479	$569	$204	$224	$547	$650	$231	$253	$589	$705	$244	$267	$488	$580	$208	$227	$818	$975	$336	$373
	Minimum Liability with Comprehensive and Collision	$1,018	$1,391	$415	$424	$1,123	$1,527	$450	$465	$1,129	$1,523	$443	$463	$1,164	$1,613	$480	$482	$1,513	$2,028	$595	$626
	100/300/50 Liability with Comprehensive and Collision	$945	$1,276	$385	$398	$1,049	$1,409	$421	$439	$1,061	$1,416	$418	$440	$1,065	$1,459	$438	$445	$1,440	$1,908	$566	$601

SERFF Tracking Number:	*ALSX-126576215*	*State:*	*Arkansas*
Filing Company:	*Allstate Property & Casualty Insurance Company*	*State Tracking Number:*	*EFT $150*
Company Tracking Number:	*R22306*		
TOI:	*19.0 Personal Auto*	*Sub-TOI:*	*19.0001 Private Passenger Auto (PPA)*
Product Name:	*Private Passenger Auto*		
Project Name/Number:	*Full Pay Discount/R22306*		

Attachment "APCS-Auto Premium Comparison Survey.XLS" is not a PDF document and cannot be reproduced here.

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

1.	This filing transmittal is part of Company Tracking #	R22306
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.**	Allstate Property & Casualty Insurance Company	**B.**	008-17230

		Product Coding Matrix Line of Business (i.e., Type of Insurance)		Product Coding Matrix Line of Insurance (i.e., Sub-type of Insurance)
4.	**A.**	19.0 Personal Auto	**B.**	19.0001 Private Passenger Auto (PPA)

5.

(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	FOR LOSS COSTS ONLY (D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
Bodily Injury	**10.9%**	**2.0%**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
Property Damange	**9.1%**	**2.0%**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
Medical	**69.7%**	**7.0%**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
Uninsured/Underinsured Motorists	**16.3%**	**N/C**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
Collision	**-6.7%**	**-6.0%**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
Comprehensive	**-14.2%**	**-14.0%**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
TOTAL OVERALL EFFECT	**3.3%**	**-3.3%**					

6. 5 Year History Rate Change History

Year	Policy Count	% of Change	Effective Date	State Earned Premium (000)	Incurred Losses (000)	State Loss Ratio	Countrywide Loss Ratio
2006	11,719 (earned exposures)	N/A	N/A	9,467,907	5,825,563 (includes ALAE)	0.62	0.57
2007	25,138 (earned exposures)	N/A	N/A	20,118,863	12,302,595 (includes ALAE)	0.61	0.61
2008	37,238 (earned exposures)	6.0%	9/15/08	29,585,918	18,916,620 (includes ALAE)	0.64	0.65
2009	37,774 (earned exposures)	4.4%	2/23/09	38,473,853	24,960,826 (includes ALAE)	0.65	0.63
		0.0%	9/7/09				
2010		0.0%	4/12/10				

7.

Expense Constants	Selected Provisions
A. Total Production Expense	Liab – 5.0% Phys Dmg – 4.9%
B. General Expense	Liab - 5.2% Phys Dmg - 5.4%
C. Taxes, License & Fees	Liab -3.0% Phys Dmg – 3.0%
D. Underwriting Profit & Contingencies	Liab- 7.4% Phys Dmg – 10.3%
E. Other (explain)	Debt Provision: 1.4% ULAE: Liab – 17.2% Phys Dmg – 14.9% (ULAE is a percentage of losses)

								F. TOTAL	

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

9. 7.3% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): 43

10. -19.8% Estimated Maximum Rate Decrease for any Insured (%). Territory (if applicable): 39

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
PRIVATE PASSENGER AUTOMOBILE
ARKANSAS

ATTACHMENT A
SUMMARY OF SELECTED RATE LEVEL CHANGE

The table below contains the rate level indication and the selected changes by coverage for private passenger auto business in Allstate Property and Casualty Insurance Company (AP&C) in the state of Arkansas.

Further details of the rate level indication shown below can be found in Attachment B.

Coverage	Rate Level Indication	Selected Rate Level Change
Bodily Injury	+10.9%	+2.0%
Property Damage	+9.1%	+2.0%
Medical Payments	+69.7%	+7.0%
Uninsured/Underinsured Motorist	+16.2%	N/C
Collision	-6.7%	-6.0%
Comprehensive	-14.2%	-14.0%
Total	**3.3%**	**-3.3%**

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
PRIVATE PASSENGER AUTOMOBILE
ARKANSAS

ACTUARIAL STANDARDS OF PRACTICE

This document confirms compliance with the following Actuarial Standards of Practices that are applicable to the preparation of statewide rate filings performed by casualty actuaries as stated in "Applicability Guidelines for Actuarial Standards of Practice" (American Academy of Actuaries, September 2004). In addition, references to relevant sections of this filing are included, where applicable.

- Actuarial Standard of Practice No. 9, *Documentation and Disclosure in Property and Casualty Insurance Ratemaking, Loss Reserving, and Valuations*
  - Att B, Page 3: Material Changes in Sources of Data, Assumptions, or Methods
  - Att B, Pages 4-10: Formula Calculation for Rate Level Indications Explanatory Memorandum
- Actuarial Standard of Practice No. 12, *Risk Classification (for all Practice Areas)*
  - This ASOP is not applicable to this rate filing as risk classification systems were not designed, reviewed, or changed.
- Actuarial Standard of Practice No. 13, *Trending Procedures in Property/Casualty Insurance Ratemaking*
  - Att B, Page 4: Formula Calculation for Rate Level Indications Explanatory Memorandum
  - Att B, Pages 6-10: Expenses and Investment Income
- Actuarial Standard of Practice No. 23, *Data Quality*
  - Att B, Pages 4-10: Formula Calculation for Rate Level Indications Explanatory Memorandum
- Actuarial Standard of Practice No. 25, *Credibility Procedures Applicable to Accident and Health, Group Term Life, and Property/Casualty Coverages*
  - Att B, Pages 5 and 7: Formula Calculation for Rate Level Indications Explanatory Memorandum
- Actuarial Standard of Practice No. 29, *Expense Provisions in Property/Casualty Insurance Ratemaking*
  - Att B, Pages 8-10: Expenses and Investment Income

- Actuarial Standard of Practice No. 30, *Treatment of Profit and Contingency Provisions and the Cost of Capital in Property/Casualty Insurance Ratemaking*
  - Att B, Pages 9-10: Expenses and Investment Income
- Actuarial Standard of Practice No. 38, *Using Models Outside the Actuary's Area of Expertise (Property and Casualty)*
  - This ASOP is not applicable to this rate filing, as no models outside of the Actuary's Area of Expertise were applied
- Actuarial Standard of Practice No. 39, *Treatment of Catastrophe Losses in Property/Casualty Insurance Ratemaking*
  - Att B, Page 7: Formula Calculation for Rate Level Indications Explanatory Memorandum
- Actuarial Standard of Practice No. 41, *Actuarial Communications*
  - Applies to this filing in its entirety

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
VOLUNTARY PRIVATE PASSENGER AUTOMOBILE
ARKANSAS

MATERIAL CHANGES IN SOURCES OF DATA, ASSUMPTIONS, OR METHOD

This document lists all material changes in sources of data, assumptions, or methods from the last private passenger automobile Allstate rate level indication filing. These changes are further described in the subsequent memos in compliance with Actuarial Standard of Practice No. 9, *Documentation and Disclosure in Property and Casualty Insurance Ratemaking, Loss Reserving, and Valuations.*

- Accident Year Weights
  - Algorithm to determine weights updated as described in Attachment B, Page 5
- Profit Provision
  - Update to methodology as described in Attachment B, Pages 9-10

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
VOLUNTARY PRIVATE PASSENGER AUTOMOBILE
ARKANSAS

FORMULA CALCULATIONS FOR RATE LEVEL INDICATIONS

The data used in the calculation of the rate level indication was selected in accordance with the considerations listed in Section 3.2 of Actuarial Standard of Practice No. 23, *Data Quality*. The calculation of the rate level indication is consistent with the Statement of Principles Regarding Property and Casualty Insurance Ratemaking contained in Appendix 1 of Actuarial Standard of Practice No. 9, *Documentation and Disclosure in Property and Casualty Insurance Ratemaking, Loss Reserving, and Valuations*.

Exhibits 1.0 through 3.5 of this attachment show the Determination of Statewide Rate Level Indications, the Development of Provision for Loss and LAE, and the Projected Average Earned Premium formula calculations used in the rate level indications for Arkansas. A rate level indication is a test of the adequacy of expected revenues versus expected costs during the future policy period. Therefore, to derive the indicated rate level need accurately, Allstate's historical premium and loss experience needs to be adjusted. In accordance with *Section 3.1* of Actuarial Standard of Practice No. 13, *Trending Procedures in Property/Casualty Insurance Ratemaking,* Allstate trends the underlying historical experience for premiums, losses, and fixed expenses to appropriately reflect historical and projected changes in these components of the rate level indications. In addition, historical premiums must be adjusted to reflect the current rate level; and historical losses must be adjusted to reflect expected development over time and to smooth the actual losses due to catastrophes. Details of these necessary adjustments to the historical data used in the rate level indication are described in this memorandum. The adjustments have been applied to Arkansas's premium and loss experience in deriving the indicated rate level changes by coverage.

The table below summarizes the results of the formula calculation of indicated rate level. Also displayed are the actual rate level changes being proposed.

Coverage	Indicated Rate Level Change	Proposed Change
Bodily Injury	**+ 10.9%**	**+ 2.0%**
Property Damage	**+ 9.1%**	**+ 2.0%**
Medical	**+ 69.7%**	**+ 7.0%**
Uninsured Motorist	**+ 16.2%**	**N/C**
Collision	**- 6.7%**	**- 6.0%**
Comprehensive	**- 14.2%**	**- 14.0%**
Total	**+ 3.3%**	**- 3.3%**

BASE DATA

In developing formula indications for Arkansas, data from fiscal accident years ending March 31, 2007, 2008 and 2009 for Bodily Injury, Medical and Uninsured Motorist coverages was used. Data from fiscal accident years ending March 31, 2008 and 2009 for Property Damage, Collision and Comprehensive coverages was used. Each of these fiscal accident years is evaluated as of June 30, 2009. Consistent with past Allstate Property and Casualty Insurance Company filings, total limits data was used for all coverages.

Accident Year Weights

In order to develop a credible measure of the indicated rate level, it is sometimes necessary to use more than one year of historical loss experience. A maximum of three accident years is combined to determine the indicated provision for loss and loss adjustment expense for each coverage. The number of years used by coverage and the credibility per year is based upon a credibility procedure from the paper "On the Credibility of the Pure Premium" (Proceedings of the Casualty Actuarial Society, Vol. LV, 1968), by Mayerson, Jones and Bowers, and the appendix of the paper "Classical Partial Credibility with Application to Trend" (Proceedings of the Casualty Actuarial Society, Vol. LXXIII, 1986), by Venter. The analysis for each coverage was completed using a k value of 0.075 and a P value of 90.0%; these parameters reflect the desire that the observed pure premium should be within 100k% of the expected pure premium with probability P.

The following weights were applied for the following coverages:

Coverage	1st Prior Year	2nd Prior Year	3rd Prior Year
Bodily Injury	42%	36%	22%
Property Damage	63%	37%	0%
Medical Payments	43%	32%	25%
Uninsured/Underinsured Motorist	44%	34%	22%
Collision	82%	18%	0%
Comprehensive	55%	45%	0%

ADJUSTMENTS TO LOSSES

Loss Development

Allstate's standard loss development procedure is to select ultimate accident year losses after analyzing estimates developed using the Link Ratio and Additive methods. Accident year incurred losses are developed for the liability coverages. Accident year paid losses are developed for the Physical Damage coverages.

To calculate estimated ultimate losses using the Link Ratio methods, historical age-to-age link ratios are calculated, which represent loss development between different evaluation periods. An average of the historical link ratios is then used to estimate the ultimate level of paid losses to be

used in ratemaking. This method assumes that historical loss development patterns can be used to estimate future loss development on current immature claims.

Due to the limited amount of data in Allstate Property and Casualty Insurance Company, the loss development factors and addends for Allstate Insurance Group (which includes both Allstate Property and Casualty Insurance Company and Allstate Insurance Company) were used for all coverages. It is expected that loss development patterns for Allstate Property and Casualty Insurance Company will be similar to Allstate Insurance Group since the claims settlement practices are the same for both Allstate Property and Casualty Insurance Company and Allstate Insurance Company.

For the Additive loss development method, historical losses are first trended to today's price level using pure premium trends selected from Allstate Insurance Group data. This is done to avoid distortions due to changes in the underlying loss costs. Please note that the selected pure premium trend that is used in loss development often differs from the selected trend that applies to the underlying data. This is due to the different lengths of trend periods in each analysis. Trended additive amounts per exposures are calculated, which represent trended loss development between different evaluation periods. Pure premium trend data is found in **Appendix A**. An average of the historical trended additive amount per exposure is then used to estimate the ultimate trended level of paid losses. Trended age-to-ultimate additive amounts per exposure are multiplied by earned exposures for each accident year to calculate trended losses that have yet to emerge. A final step in the Additive Method is to detrend the trended losses yet to emerge. Losses are detrended because the application of trend is accounted for in a separate step in the ratemaking process. This method assumes that historical loss development patterns per exposure can be used to estimate future loss development on current immature claims.

Refer to **Exhibits 4.1 through 4.13** of this attachment for the loss development of each coverage using both the Link Ratio and Additive Methods of loss development. A summary of the estimated ultimate losses using each method as well as the selected ultimate losses is shown on **Exhibit 4.0**. Please note that the actual five year average loss development factors and additive amounts per exposure were used for all coverages.

Loss Adjustment Expenses

Losses in the experience period for each coverage have been adjusted to account for unallocated loss adjustment expenses (ULAE). A separate provision is developed for liability coverages and for physical damage coverages using countrywide Allstate Insurance Group private passenger automobile data. A three-year average of the ratios of countrywide calendar year ULAE to countrywide calendar year incurred losses is used to determine the ULAE provision.

The average ratio, calculated separately for all liability coverages and for all physical damage coverages, is then applied to the losses for each associated coverage for each year used in the formula calculation. The expense ratios that have been used in this filing are shown in **Exhibits 5.0 and 5.1.**

Allocated loss adjustment expenses are included in both incurred losses and paid losses.

Loss Trend

Allstate will continue to employ the methodology of calculating frequency and severity amounts that more consistently matches the losses and claims paid with the exposures that produced the claims. This methodology is described in "The Effect of Changing Exposure Levels on Calendar Year Loss Trends" (*Casualty Actuarial Society Forum,* Winter 2005) by Chris Styrsky.

Using adjusted Allstate Property and Casualty Insurance Company and Allstate Insurance Company data for the state of Arkansas, past changes in actual frequency and severity on a twelve-month-moving basis (evaluated at each quarter) were examined. After considering past results, claim practice changes, countrywide Allstate data, credibility level of Allstate data, industry data and actuarial judgment, annual pure premium trends were selected for each coverage. Please note that we have selected trend and projection factors separately for each coverage. These selected trends are displayed in **Exhibit 6.0.** These annual selections are used to project the data from the average occurrence date of the experience period to the average occurrence date of the future policy period. This projection is also shown in **Exhibit 6.0.** Allstate Insurance Group trend data is included as **Appendix B** to this attachment.

Paid frequency and paid severity data was relied upon for each coverage. Lastly, in order to reflect additional stability in Allstate's trend data for Comprehensive coverage, Comprehensive data excluding catastrophes was used for selecting the trend.

This approach for selecting pure premium trends is consistent with the Current Practices and Alternatives detailed in *Appendix 1 – Background and Current Practices* of Actuarial Standards of Practice No. 13, *Trending Procedures in Property/Casualty Insurance Ratemaking.*

Catastrophes

An adjustment has been made to Comprehensive coverage losses to more appropriately account for catastrophes in the base data. All actual catastrophe losses during the experience period were removed and then replaced with a provision to reflect expected catastrophe losses in Arkansas. A catastrophe loss provision based upon 25 years of data was used. The provision was calculated by dividing total catastrophe losses by total Comprehensive coverage incurred losses excluding catastrophes over the 25-year period. The resulting catastrophe provision is 21.3%. The catastrophe provision is developed in **Exhibit 7.0** and is applied to the Comprehensive coverage losses in **Exhibit 2.5.** This adjustment to account for catastrophes is consistent with the Analysis of Issues and Recommended Practices detailed in Section 3.4 of Actuarial Standards of Practice No. 39, *Treatment of Catastrophe Losses in Property/Casualty Insurance Ratemaking.*

EXPENSES AND PROFIT PROVISION

The expense provisions described below were derived in accordance to Section 3.2, Determining Expense Provisions, of Actuarial Standard of Practice No. 29, *Expense Provisions in Property/Casualty Insurance Ratemaking.*

Exhibit 8.0 shows the expense provisions used in developing the current fixed and variable expense ratios, as well as the underwriting profit and debt provisions.

Fixed Expenses

General and Other Acquisition Expense

Provisions
The provisions for general expense and other acquisition expense are based on countrywide data. Since the methods and procedures that incur these expenses are uniform within each state, it is a reasonable assumption that these expense provisions are uniform across all states. To develop the provision for other acquisition and general expenses, a three-year average of countrywide calendar year incurred expense divided by countrywide calendar year direct earned premium was calculated. These figures are derived from the Insurance Expense Exhibit. The provision for Other Acquisition Expense has been reduced by the amount of installment fees collected. In addition, the provision has been adjusted for premiums written off. The General Expense has been reduced to account for anticipated salary savings resulting from a workforce-reduction initiative that Allstate completed in early 2006.

Rate Need Calculations
In developing the dollar provision for general and other acquisition expenses used in the calculation of our Arkansas rate level need by coverage, the three-year countrywide average expense ratio for general and other acquisition expenses is applied to the average earned premium of Arkansas. The Arkansas average earned premium is developed using the same three-year period used in the calculation of the countrywide expense ratio. The provision is then adjusted for inflation expected to occur from the midpoint of the three years used in the calculation of the average earned premium to the average earned date of the proposed policy period to derive the provision included in the rate level indications.

The expense provisions for other acquisition and general expenses are shown in **Exhibits 9.0 and 9.1**, respectively.

Trend (Inflation)
The method used to calculate the fixed expense trend is similar to the method used by the Insurance Services Office (I.S.O.) and other competitors to determine a fixed expense trend. The method utilizes the CPI (Consumer Price Index) and the ECI (Employment Cost Index –

Insurance Carriers, Agents, Brokers, & Service) and is discussed by Geoffrey Todd Werner, FCAS, MAAA in his paper Incorporation of Fixed Expenses, which was published in the *CAS Forum* (Winter 2004). Based on a review of the historical indices, an annual percentage change is selected for each index. These selected annual percent changes are then weighted together using the distribution of the Allstate expenditures in the latest calendar year for the two broad expense categories that these indices represent. This method is expected to produce stable and reasonable estimates of the true trend in fixed expenses and is consistent with the Current Practices and Alternatives detailed in Appendix 1 of Actuarial Standards of Practice No. 13, *Trending Procedures in Property/Casualty Insurance Ratemaking*. This trend is applied only to general and other acquisition expenses. Support for the selected annual fixed expense trend is shown on **Exhibit 9.2**. **Exhibit 9.3** shows the derivation of the Factor to Adjust for Subsequent Change in Fixed Expense.

Licenses & Fees

A provision for licenses and fees that do not vary by premium size is determined by taking the arithmetic average ratio of these licenses and fees from the latest three calendar years in Arkansas. The provision for licenses and fees is considered, along with the general and other acquisition expense provisions, to be a fixed expense.

Variable Expenses

Commission and Brokerage Expense

The proposed commission and brokerage expense provision has been developed from the most recent calendar year commission and brokerage incurred expense ratio in Arkansas. The provision is shown on **Exhibit 8.0**.

Taxes

The provision for taxes is determined by taking the currently prescribed Arkansas premium tax ratio and adding to that the arithmetic average ratio of other assessments that vary by the size of the premium from the latest three calendar years in Arkansas.

Underwriting Profit Provision

Due to recent disruptions in the financial market, several of the inputs that typically are used in Allstate's profit provision calculations – risk-free rates, capital levels, and earnings projections – are currently at abnormal values compared to historic norms. We expect many of these values to approach previous levels in the near future. Therefore, we have selected a target operating profit lower than, but near, the target operating profit from 2008. We believe that this better reflects the risk associated with Allstate's insurance business. In addition, as the values of these inputs return from aberrational levels, this allows us to minimize fluctuations in policyholder rates.

The change from the last filed target operating profit of 7.62% to this filing's target of 7.25%, along with an increase in investment income, results in a decrease in profit provision from 9.9% to 7.2% for liability coverages, and a decrease in profit provision from 11.36% to 10.1% for physical damage coverages.

Debt Provision

The cost of debt is listed as a separate provision in the Variable Expense and Profit Ratio as described below. The debt provision amount is shown on **Exhibit 8.0**.

ADJUSTMENTS TO PREMIUMS

Consistent with its last rate filing, Allstate will use only one year of premium in developing the projected average earned premium at current rate level. All premiums in the experience period were adjusted to current rate level in Arkansas. Allstate uses a refined methodology that assumes that exposures are written uniformly by month, using a procedure described in a discussion by Frank Karlinski of the paper entitled "A Refined Model for Premium Adjustment", by David Miller and George Davis. (Mr. Karlinski's discussion appeared in the Proceedings of the Casualty Actuarial Society (PCAS), Vol. LXIV, 1977, and the paper by Miller and Davis appeared in the PCAS, Vol LXIII, 1976). This method (which we call "Miller-Davis-Karlinski"), more accurately calculates factors to current rate level in instances when exposures are changing throughout the year, whether through growth, shrinkage or seasonality. (When exposures are, in fact, written uniformly throughout the year, this method produces approximately the same answers as the parallelogram method.)

We also use the Miller-Davis-Karlinski method to bring premiums to current rate level prior to calculating the changes in average premium (the premium trends).

In addition to bringing premiums to current rate level, changes in the average written premium at the current premium level were reviewed. Unlike losses, premium is relatively stable. Only the latest year of premium is used in the calculation of the indication, which eliminates the need for premium trend. Premium projections are still selected to account for shifts in the distribution of various underlying factors. Since the effects on losses caused by these shifts are reflected in the loss projections, it is important that Allstate also account for the anticipated future changes in premiums. The selected projections are displayed in **Exhibit 11.0**. Allstate Property and Casualty Insurance Company trend data is included as **Appendix C** to this attachment.

This approach for selecting premium trends is consistent with the Current Practices and Alternatives detailed in *Appendix 1 – Background and Current Practices* of Actuarial Standards of Practice No. 13, *Trending Procedures in Property/Casualty Insurance Ratemaking.*

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Determination of Statewide Rate Level Indication
Bodily Injury

1) Indicated Provision for Loss and Loss Adjustment Expense	$115.93
2) Current Fixed Expense Ratio	10.3 %
3) Three Year Average Earned Premium	$142.85
4) Current Dollar Provision for Fixed Expense [(2) x (3)]	$14.71
5) Factor to Adjust for Subsequent Change in Fixed Expense	1.101
6) Indicated Provision for Fixed Expense [(4) x (5)]	$16.20
7) Variable Expense and Profit Ratio	23.7 %
8) Indicated Average Premium [(1) + (6)] / [1 - (7)]	$173.17
9) Projected Average Earned Premium at Current Rates	$156.11
10) Indicated Rate Level Change [(8) / (9) - 1.0]	10.9 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Determination of Statewide Rate Level Indication
Property Damage

1) Indicated Provision for Loss and Loss Adjustment Expense	$106.19
2) Current Fixed Expense Ratio	10.3 %
3) Three Year Average Earned Premium	$130.23
4) Current Dollar Provision for Fixed Expense [(2) x (3)]	$13.41
5) Factor to Adjust for Subsequent Change in Fixed Expense	1.101
6) Indicated Provision for Fixed Expense [(4) x (5)]	$14.76
7) Variable Expense and Profit Ratio	23.7 %
8) Indicated Average Premium [(1) + (6)] / [1 - (7)]	$158.52
9) Projected Average Earned Premium at Current Rates	$145.26
10) Indicated Rate Level Change [(8) / (9) - 1.0]	9.1 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Determination of Statewide Rate Level Indication
Medical

1) Indicated Provision for Loss and Loss Adjustment Expense	$49.07
2) Current Fixed Expense Ratio	10.3 %
3) Three Year Average Earned Premium	$27.72
4) Current Dollar Provision for Fixed Expense [(2) x (3)]	$2.86
5) Factor to Adjust for Subsequent Change in Fixed Expense	1.101
6) Indicated Provision for Fixed Expense [(4) x (5)]	$3.15
7) Variable Expense and Profit Ratio	23.7 %
8) Indicated Average Premium [(1) + (6)] / [1 - (7)]	$68.44
9) Projected Average Earned Premium at Current Rates	$40.32
10) Indicated Rate Level Change [(8) / (9) - 1.0]	69.7 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Determination of Statewide Rate Level Indication
Uninsured / Underinsured Motorist

1) Indicated Provision for Loss and Loss Adjustment Expense	$49.58
2) Current Fixed Expense Ratio	10.3 %
3) Three Year Average Earned Premium	$59.76
4) Current Dollar Provision for Fixed Expense [(2) x (3)]	$6.16
5) Factor to Adjust for Subsequent Change in Fixed Expense	1.101
6) Indicated Provision for Fixed Expense [(4) x (5)]	$6.78
7) Variable Expense and Profit Ratio	23.7 %
8) Indicated Average Premium [(1) + (6)] / [1 - (7)]	$73.87
9) Projected Average Earned Premium at Current Rates	$63.59
10) Indicated Rate Level Change [(8) / (9) - 1.0]	16.2 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Determination of Statewide Rate Level Indication
Collision

1) Indicated Provision for Loss and Loss Adjustment Expense	$220.50
2) Current Fixed Expense Ratio	10.4 %
3) Three Year Average Earned Premium	$357.18
4) Current Dollar Provision for Fixed Expense [(2) x (3)]	$37.15
5) Factor to Adjust for Subsequent Change in Fixed Expense	1.101
6) Indicated Provision for Fixed Expense [(4) x (5)]	$40.90
7) Variable Expense and Profit Ratio	26.6 %
8) Indicated Average Premium [(1) + (6)] / [1 - (7)]	$356.13
9) Projected Average Earned Premium at Current Rates	$381.66
10) Indicated Rate Level Change [(8) / (9) - 1.0]	-6.7 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Determination of Statewide Rate Level Indication
Comprehensive

1) Indicated Provision for Loss and Loss Adjustment Expense	$111.79
2) Current Fixed Expense Ratio	10.4 %
3) Three Year Average Earned Premium	$211.06
4) Current Dollar Provision for Fixed Expense [(2) x (3)]	$21.95
5) Factor to Adjust for Subsequent Change in Fixed Expense	1.101
6) Indicated Provision for Fixed Expense [(4) x (5)]	$24.17
7) Variable Expense and Profit Ratio	26.6 %
8) Indicated Average Premium [(1) + (6)] / [1 - (7)]	$185.23
9) Projected Average Earned Premium at Current Rates	$215.91
10) Indicated Rate Level Change [(8) / (9) - 1.0]	-14.2 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Provision for Loss and LAE
Bodily Injury

Development of Provision for Loss and LAE

Fiscal Year Ending	(1) Earned Exposures	(2) Accident Year * Non-Catastrophe Ultimate Loss	(3) Ultimate Loss and LAE	(4) Factor to Adjust Losses for Pure Premium Trend	(5) Projected Ultimate Loss and LAE	(6) Projected Average Loss and LAE (5)/(1)	(7) Experience Year Weights
3/31/2007	15,383	$1,553,000	$1,820,116	1.000	$1,820,116	$118.33	22 %
3/31/2008	28,088	2,893,000	3,390,596	1.000	3,390,596	120.71	36
3/31/2009	40,064	3,780,000	4,430,160	1.000	4,430,160	110.58	42
		(8) Indicated Provision for Loss and LAE				$115.93	

* Evaluated at 15 months

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Provision for Loss and LAE
Property Damage

Development of Provision for Loss and LAE

Fiscal Year Ending	(1) Earned Exposures	(2) Accident Year * Non-Catastrophe Ultimate Loss	(3) Ultimate Loss and LAE	(4) Factor to Adjust Losses for Pure Premium Trend	(5) Projected Ultimate Loss and LAE	(6) Projected Average Loss and LAE (5)/(1)	(7) Experience Year Weights
3/31/2008	28,088	$2,643,000	$3,097,596	1.000	$3,097,596	$110.28	37 %
3/31/2009	40,064	3,548,000	4,158,256	1.000	4,158,256	103.79	63
		(8) Indicated Provision for Loss and LAE				$106.19	

* Evaluated at 15 months

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Provision for Loss and LAE
Medical

Development of Provision for Loss and LAE

Fiscal Year Ending	(1) Earned Exposures	(2) Accident Year * Non-Catastrophe Ultimate Loss	(3) Ultimate Loss and LAE	(4) Factor to Adjust Losses for Pure Premium Trend	(5) Projected Ultimate Loss and LAE	(6) Projected Average Loss and LAE (5)/(1)	(7) Experience Year Weights
3/31/2007	11,780	$426,000	$499,272	1.245	$621,594	$52.77	25 %
3/31/2008	21,314	780,000	914,160	1.186	1,084,194	50.87	32
3/31/2009	29,578	1,019,000	1,194,268	1.129	1,348,329	45.59	43
		(8) Indicated Provision for Loss and LAE				$49.07	

* Evaluated at 15 months

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Provision for Loss and LAE
Uninsured / Underinsured Motorist

Development of Provision for Loss and LAE

Fiscal Year Ending	(1) Earned Exposures	(2) Accident Year * Non-Catastrophe Ultimate Loss	(3) Ultimate Loss and LAE	(4) Factor to Adjust Losses for Pure Premium Trend	(5) Projected Ultimate Loss and LAE	(6) Projected Average Loss and LAE (5)/(1)	(7) Experience Year Weights
3/31/2007	14,687	$616,000	$721,952	1.193	$861,289	$58.64	22 %
3/31/2008	26,910	887,000	1,039,564	1.147	1,192,380	44.31	34
3/31/2009	38,548	1,465,000	1,716,980	1.103	1,893,829	49.13	44
		(8) Indicated Provision for Loss and LAE				$49.58	

* Evaluated at 15 months

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Provision for Loss and LAE
Collision

Development of Provision for Loss and LAE

Fiscal Year Ending	(1) Earned Exposures	(2) Accident Year * Non-Catastrophe Ultimate Loss	(3) Ultimate Loss and LAE	(4) Factor to Adjust Losses for Pure Premium Trend	(5) Projected Ultimate Loss and LAE	(6) Projected Average Loss and LAE (5)/(1)	(7) Experience Year Weights
3/31/2008	19,094	$3,911,000	$4,493,739	1.000	$4,493,739	$235.35	18 %
3/31/2009	27,043	5,113,000	5,874,837	1.000	5,874,837	217.24	82
		(8) Indicated Provision for Loss and LAE				$220.50	

* Evaluated at 15 months

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Provision for Loss and LAE
Comprehensive

Development of Provision for Loss and LAE

Fiscal Year Ending	(1) Earned Exposures	(2) Accident Year * Non-Catastrophe Ultimate Loss	(3) Average Catastrophe Factor	(4) Accident Year Ultimate Loss (2) * (1+(3))	(5) Ultimate Loss and LAE	(6) Factor to Adjust Losses for Pure Premium Trend at 6/30/2009	(7) Projected Ultimate Loss and LAE	(8) Projected Average Loss and LAE (7)/(1)	(9) Experience Year Weights
3/31/2008	19,463	$1,222,000	0.213	$1,482,286	$1,703,147	1.186	$2,019,932	$103.78	45 %
3/31/2009	27,655	2,080,000	0.213	2,523,040	2,898,973	1.129	3,272,941	118.35	55
		(10) Indicated Provision for Loss and LAE						$111.79	

* Evaluated at 15 months

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Projected Average Earned Premium
Bodily Injury

Development of Projected Average Earned Premium at Current Rates

Fiscal Year Ending	(1) Earned Exposures	(2) Earned Premium at Current Rates	(3) Factor to Adjust to Projected Premium Level	(4) Projected Earned Premium at Current Rates (2) x (3)	(5) Projected Average Earned Premium at Current Rates (4) / (1)	(6) Experience Year Weights
3/31/2009	40,064	$7,107,439	0.880	$6,254,546	$156.11	100 %

(7) Projected Average Earned Premium At Current Rates $156.11

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Projected Average Earned Premium
Property Damage

Development of Projected Average Earned Premium at Current Rates

Fiscal Year Ending	(1) Earned Exposures	(2) Earned Premium at Current Rates	(3) Factor to Adjust to Projected Premium Level	(4) Projected Earned Premium at Current Rates (2) x (3)	(5) Projected Average Earned Premium at Current Rates (4) / (1)	(6) Experience Year Weights
3/31/2009	40,064	$6,524,473	0.892	$5,819,830	$145.26	100 %
			(7) Projected Average Earned Premium At Current Rates		$145.26	

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Projected Average Earned Premium
Medical

Development of Projected Average Earned Premium at Current Rates

Fiscal Year Ending	(1) Earned Exposures	(2) Earned Premium at Current Rates	(3) Factor to Adjust to Projected Premium Level	(4) Projected Earned Premium at Current Rates (2) x (3)	(5) Projected Average Earned Premium at Current Rates (4) / (1)	(6) Experience Year Weights
3/31/2009	29,578	$1,355,287	0.880	$1,192,653	$40.32	100 %
			(7) Projected Average Earned Premium At Current Rates		$40.32	

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Projected Average Earned Premium
Uninsured / Underinsured Motorist

Development of Projected Average Earned Premium at Current Rates

Fiscal Year Ending	(1) Earned Exposures	(2) Earned Premium at Current Rates	(3) Factor to Adjust to Projected Premium Level	(4) Projected Earned Premium at Current Rates (2) x (3)	(5) Projected Average Earned Premium at Current Rates (4) / (1)	(6) Experience Year Weights
3/31/2009	38,548	$2,451,217	1.000	$2,451,217	$63.59	100 %
		(7) Projected Average Earned Premium At Current Rates			$63.59	

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Projected Average Earned Premium
Collision

Development of Projected Average Earned Premium at Current Rates

Fiscal Year Ending	(1) Earned Exposures	(2) Earned Premium at Current Rates	(3) Factor to Adjust to Projected Premium Level	(4) Projected Earned Premium at Current Rates (2) x (3)	(5) Projected Average Earned Premium at Current Rates (4) / (1)	(6) Experience Year Weights
3/31/2009	27,043	$10,321,134	1.000	$10,321,134	$381.66	100 %
		(7) Projected Average Earned Premium At Current Rates			$381.66	

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Development of Projected Average Earned Premium
Comprehensive

Development of Projected Average Earned Premium at Current Rates

Fiscal Year Ending	(1) Earned Exposures	(2) Earned Premium at Current Rates	(3) Factor to Adjust to Projected Premium Level	(4) Projected Earned Premium at Current Rates (2) x (3)	(5) Projected Average Earned Premium at Current Rates (4) / (1)	(6) Experience Year Weights
3/31/2009	27,655	$6,124,218	0.975	$5,971,113	$215.91	100 %

(7) Projected Average Earned Premium At Current Rates $215.91

Allstate Property and Casualty Insurance Company
Arkansas
Private Passenger Auto

Ultimate Losses & ALAE

		Ultimate Losses & ALAE		
Coverage	**Year**	**Link Ratio Estimate**	**Additive Estimate**	**Selected**
Bodily Injury	2007	1,555,273	1,552,371	1,553,000
Bodily Injury	2008	2,914,556	2,892,226	2,893,000
Bodily Injury	2009	3,733,003	3,780,714	3,780,000
Property Damage	2008	2,640,366	2,643,410	2,643,000
Property Damage	2009	3,550,726	3,547,750	3,548,000
Medical	2007	425,694	425,723	426,000
Medical	2008	772,292	780,375	780,000
Medical	2009	1,004,161	1,019,788	1,019,000
Uninsured / Underinsured Motorist	2007	642,953	615,308	616,000
Uninsured / Underinsured Motorist	2008	933,260	886,702	887,000
Uninsured / Underinsured Motorist	2009	1,665,283	1,464,126	1,465,000
Collision	2008	3,914,567	3,910,467	3,911,000
Collision	2009	5,110,151	5,113,443	5,113,000
Comprehensive	2008	1,221,551	1,222,159	1,222,000
Comprehensive	2009	2,082,989	2,079,178	2,080,000

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Bodily Injury
Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									8,463,291	8,458,849
1997								7,506,606	7,507,976	7,496,526
1998							7,750,254	7,752,072	7,793,818	7,794,450
1999						9,406,113	9,360,842	9,445,240	9,445,240	9,445,240
2000					8,738,178	8,776,903	8,833,062	8,830,749	8,814,333	8,780,390
2001				9,357,042	9,571,805	9,665,821	9,748,172	9,747,708	9,724,301	
2002			9,899,814	10,252,248	10,316,594	10,344,998	10,355,072	10,356,201		
2003		9,328,761	10,360,811	10,744,483	10,885,907	10,913,843	10,902,608			
2004	6,592,733	8,530,476	9,459,892	9,946,247	10,015,268	10,006,155				
2005	6,915,751	8,494,325	9,050,675	9,245,955	9,262,744					
2006	7,316,075	9,082,802	10,379,529	11,215,672						
2007	7,260,015	9,869,186	10,839,196							
2008	7,338,798	9,557,213								
2009	8,090,747									

Link Ratios

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	1.294	1.111	1.036	1.023	1.004	0.995	1.000	1.000	0.999
3rd Prior	1.228	1.109	1.037	1.006	1.010	1.006	1.009	1.005	0.998
2nd Prior	1.241	1.065	1.051	1.013	1.003	1.009	1.000	1.000	1.000
1st Prior	1.359	1.143	1.022	1.007	1.003	1.001	1.000	0.998	1.000
Latest	1.302	1.098	1.081	1.002	0.999	0.999	1.000	0.998	0.996
5 Year Average:	1.285	1.105	1.045	1.010	1.004	1.002	1.002	1.000	0.999
Selected:	1.285	1.105	1.045	1.010	1.004	1.002	1.002	1.000	0.999

Selected Methodology Link Ratio Method

Loss Development Period (months):	15 - 123	27 - 123	39 - 123
Loss Development Factor:	1.509	1.174	1.063

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Inc. Loss	Factor to Ultimate	Ultimate Loss & ALAE
2007	$1,463,098	1.063	1,555,273
2008	$2,482,586	1.174	2,914,556
2009	$2,473,826	1.509	3,733,003

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Property Damage
Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									6,793,750	6,793,750
1997								6,920,753	6,936,835	6,954,168
1998							7,167,671	7,170,506	7,170,506	7,170,506
1999						7,650,355	7,650,355	7,650,355	7,650,355	7,650,355
2000					8,338,667	8,323,749	8,326,094	8,326,094	8,326,094	8,326,094
2001				8,358,166	8,341,385	8,333,166	8,305,435	8,306,946	8,306,946	
2002			8,833,166	8,942,147	8,829,436	8,818,047	8,818,884	8,818,884		
2003		8,982,923	9,098,153	9,040,998	8,962,084	8,963,664	8,963,838			
2004	9,416,956	9,186,516	9,239,074	9,213,137	9,195,027	9,170,322				
2005	8,760,426	8,922,477	8,922,835	8,936,833	8,932,953					
2006	8,802,475	9,177,344	9,168,506	9,173,006						
2007	9,545,835	9,816,007	9,853,806							
2008	10,386,396	10,376,261								
2009	10,117,300									

Link Ratios

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	0.976	1.013	1.012	0.998	0.998	1.000	1.000	1.002	1.000
3rd Prior	1.018	1.006	0.994	0.987	0.999	1.000	1.000	1.000	1.002
2nd Prior	1.043	1.000	0.997	0.991	0.999	0.997	1.000	1.000	1.000
1st Prior	1.028	0.999	1.002	0.998	1.000	1.000	1.000	1.000	1.000
Latest	0.999	1.004	1.000	1.000	0.997	1.000	1.000	1.000	1.000
5 Year Average:	1.013	1.004	1.001	0.995	0.999	0.999	1.000	1.000	1.000
Selected:	1.013	1.004	1.001	0.995	0.999	0.999	1.000	1.000	1.000

Selected Methodology Link Ratio Method

Loss Development Period (months):	15 - 123	27 - 123
Loss Development Factor:	1.011	0.998

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Inc. Loss	Factor to Ultimate	Ultimate Loss & ALAE
2008	$2,645,657	0.998	2,640,366
2009	$3,512,093	1.011	3,550,726

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Medical

Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									1,228,743	1,228,743
1997								1,370,180	1,370,161	1,367,216
1998							1,486,410	1,486,454	1,486,454	1,489,551
1999						1,478,393	1,483,393	1,483,393	1,483,393	1,483,393
2000					1,617,469	1,592,534	1,592,534	1,592,086	1,592,086	1,592,086
2001				1,681,857	1,825,748	1,825,781	1,819,380	1,819,380	1,819,380	
2002			1,784,445	1,771,762	1,776,031	1,769,787	1,766,412	1,761,291		
2003		2,229,347	2,144,087	2,113,691	2,105,608	2,107,133	2,107,133			
2004	2,385,953	2,119,173	2,058,696	2,036,275	2,021,242	2,012,211				
2005	2,731,890	2,333,806	2,229,566	2,175,830	2,190,547					
2006	2,552,373	2,500,812	2,329,939	2,275,203						
2007	2,395,530	2,429,973	2,363,065							
2008	2,598,230	2,523,353								
2009	2,711,514									

Link Ratios

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	0.888	0.962	0.993	1.086	0.985	1.003	1.000	1.000	1.000
3rd Prior	0.854	0.971	0.986	1.002	1.000	1.000	1.000	1.000	0.998
2nd Prior	0.980	0.955	0.989	0.996	0.996	0.996	1.000	1.000	1.002
1st Prior	1.014	0.932	0.976	0.993	1.001	0.998	1.000	1.000	1.000
Latest	0.971	0.972	0.977	1.007	0.996	1.000	0.997	1.000	1.000
5 Year Average:	0.941	0.958	0.984	1.017	0.996	0.999	0.999	1.000	1.000
Selected:	0.941	0.958	0.984	1.017	0.996	0.999	0.999	1.000	1.000

Selected Methodology Link Ratio Method

Loss Development Period (months):	15 - 123	27 - 123	39 - 123
Loss Development Factor:	0.897	0.953	0.995

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Inc. Loss	Factor to Ultimate	Ultimate Loss & ALAE
2007	$427,833	0.995	425,694
2008	$810,380	0.953	772,292
2009	$1,119,466	0.897	1,004,161

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Unisured/Underinsured Motorist
Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									1,396,132	1,401,588
1997								1,884,893	1,885,118	1,883,316
1998							2,377,538	2,381,095	2,400,199	2,428,992
1999						2,459,083	2,464,442	2,463,068	2,443,068	2,451,273
2000					2,446,026	2,463,822	2,473,561	2,442,815	2,444,466	2,449,370
2001				2,551,341	2,560,826	2,545,209	2,568,795	2,568,795	2,568,795	
2002			2,013,297	2,105,640	2,261,994	2,294,414	2,299,768	2,299,768		
2003		1,709,654	1,954,196	2,008,834	2,003,867	2,037,043	2,011,616			
2004	1,732,609	2,001,768	2,173,710	2,562,314	2,570,781	2,599,341				
2005	1,766,254	2,059,365	2,133,600	2,217,438	2,373,222					
2006	2,110,181	2,593,050	2,677,348	2,674,460						
2007	2,458,850	2,952,925	3,215,963							
2008	2,008,134	2,616,008								
2009	2,514,577									

Link Ratios

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	1.155	1.143	1.046	1.004	1.007	1.002	1.001	1.000	1.004
3rd Prior	1.166	1.086	1.028	1.074	0.994	1.004	0.999	1.008	0.999
2nd Prior	1.229	1.036	1.179	0.998	1.014	1.009	0.988	0.992	1.012
1st Prior	1.201	1.033	1.039	1.003	1.017	1.002	1.000	1.001	1.003
Latest	1.303	1.089	0.999	1.070	1.011	0.988	1.000	1.000	1.002
5 Year Average:	1.211	1.077	1.058	1.030	1.009	1.001	0.998	1.000	1.004
Selected:	1.211	1.077	1.058	1.030	1.009	1.001	0.998	1.000	1.004

Selected Methodology Link Ratio Method

Loss Development Period (months):	15 - 123	27 - 123	39 - 123
Loss Development Factor:	1.438	1.188	1.103

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Inc. Loss	Factor to Ultimate	Ultimate Loss & ALAE
2007	$582,913	1.103	642,953
2008	$785,572	1.188	933,260
2009	$1,158,055	1.438	1,665,283

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Collision
Paid Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									8,453,531	8,453,224
1997								8,774,925	8,774,925	8,774,925
1998							9,144,021	9,144,021	9,144,271	9,144,271
1999						9,576,020	9,576,020	9,576,382	9,576,492	9,576,492
2000					10,608,077	10,608,077	10,608,083	10,608,083	10,608,083	10,608,083
2001				11,434,164	11,424,119	11,420,318	11,418,607	11,418,607	11,418,953	
2002			11,787,399	11,808,589	11,805,441	11,804,544	11,804,076	11,803,218		
2003		11,344,023	11,342,775	11,343,898	11,345,268	11,345,268	11,345,268			
2004	11,862,325	11,792,833	11,789,977	11,793,402	11,793,681	11,793,681				
2005	11,777,830	11,636,729	11,641,004	11,647,282	11,649,103					
2006	11,718,592	11,481,845	11,470,365	11,473,480						
2007	13,172,979	12,991,064	12,980,444							
2008	13,901,492	13,773,482								
2009	13,828,829									

Link Ratios

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	0.994	1.000	1.002	0.999	1.000	1.000	1.000	1.000	1.000
3rd Prior	0.988	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2nd Prior	0.980	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
1st Prior	0.986	0.999	1.001	1.000	1.000	1.000	1.000	1.000	1.000
Latest	0.991	0.999	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average:	0.988	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000
Selected:	0.988	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000

Selected Methodology Link Ratio Method

Loss Development Period (months):	15 - 123	27 - 123
Loss Development Factor:	0.989	1.001

†Includes ALAE

Allstate Property and Casualty Insurance Company

Year	Paid Loss	Factor to Ultimate	Ultimate Loss & ALAE
2008	$3,910,656	1.001	3,914,567
2009	$5,166,988	0.989	5,110,151

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Comprehensive
Paid Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									4,044,396	4,044,395
1997								4,039,858	4,039,858	4,039,858
1998							4,124,258	4,124,258	4,124,258	4,124,258
1999						4,722,398	4,722,398	4,722,552	4,722,582	4,722,582
2000					5,268,326	5,268,317	5,268,332	5,268,332	5,268,332	5,268,332
2001				5,636,671	5,639,130	5,639,130	5,640,307	5,640,307	5,640,307	
2002			6,058,134	6,061,781	6,065,742	6,066,119	6,066,119	6,066,119		
2003		4,712,614	4,711,264	4,712,143	4,715,410	4,716,262	4,716,262			
2004	5,109,289	5,109,431	5,107,862	5,110,257	5,110,257	5,110,257				
2005	4,925,641	4,972,229	4,978,097	4,968,874	4,968,874					
2006	4,507,517	4,566,236	4,572,271	4,571,270						
2007	4,483,742	4,529,602	4,530,983							
2008	4,772,265	4,815,233								
2009	5,641,233									

Link Ratios

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	1.000	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000
3rd Prior	1.009	1.000	1.000	1.001	1.000	1.000	1.000	1.000	1.000
2nd Prior	1.013	1.001	1.000	1.001	1.000	1.000	1.000	1.000	1.000
1st Prior	1.010	1.001	0.998	1.000	1.000	1.000	1.000	1.000	1.000
Latest	1.009	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
5 Year Average:	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Selected:	1.008	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000

Selected Methodology Link Ratio Method

Loss Development Period (months):	15 - 123	27 - 123
Loss Development Factor:	1.008	1.000

†Includes ALAE

Allstate Property and Casualty Insurance Company

Year	Paid Loss	Factor to Ultimate	Ultimate Loss & ALAE
2008	$1,221,551	1.000	1,221,551
2009	$2,066,457	1.008	2,082,989

Allstate Property and Casualty Insurance Company
Arkansas
Private Passenger Auto

Loss Development Method - Additive Method
Summary of Trend selections

Coverage	Trend
Bodily Injury	1.0%
Propery Damage	0.0%
Medical payments	3.0%
Uninsured Motorists	1.0%
Collision	1.0%
Comprehensive	-4.0%

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Bodily Injury

Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡	Earned Exposures
1996	5,792,556	7,089,567	7,683,492	8,510,775	8,346,276	8,410,826	8,450,190	8,483,650	8,463,291	8,458,849	93,856
1997	4,434,947	6,114,973	6,708,821	7,228,455	7,330,575	7,400,323	7,500,370	7,506,606	7,507,976	7,496,526	94,549
1998	5,472,148	6,761,069	7,128,561	7,573,214	7,665,412	7,752,673	7,750,254	7,752,072	7,793,818	7,794,450	97,273
1999	6,297,456	8,013,563	8,809,932	9,230,615	9,344,439	9,406,113	9,360,842	9,445,240	9,445,240	9,445,240	100,954
2000	5,891,828	7,308,657	8,065,318	8,608,199	8,738,178	8,776,903	8,833,062	8,830,749	8,814,333	8,780,390	104,403
2001	6,493,022	8,087,458	9,062,265	9,357,042	9,571,805	9,665,821	9,748,172	9,747,708	9,724,301		104,559
2002	7,162,277	8,971,192	9,899,814	10,252,248	10,316,594	10,344,998	10,355,072	10,356,201			106,128
2003	7,274,800	9,328,761	10,360,811	10,744,483	10,885,907	10,913,843	10,902,608				105,966
2004	6,592,733	8,530,476	9,459,892	9,946,247	10,015,268	10,006,155					109,773
2005	6,915,751	8,494,325	9,050,675	9,245,955	9,262,744						113,210
2006	7,316,075	9,082,802	10,379,529	11,215,672							116,124
2007	7,260,015	9,869,186	10,839,196								119,999
2008	7,338,798	9,557,213									122,208
2009	8,090,747										124,433

Selected Trend:	1.0%

Trended Incurred Losses

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									9,632,015	9,626,959
1997								8,458,632	8,460,175	8,447,273
1998							8,646,713	8,648,741	8,695,316	8,696,021
1999						10,390,201	10,340,193	10,433,421	10,433,421	10,433,421
2000					9,556,817	9,599,170	9,660,890	9,658,060	9,640,106	9,602,983
2001				10,132,336	10,364,893	10,466,699	10,555,873	10,555,371	10,530,025	
2002			10,613,941	10,991,798	11,060,785	11,091,238	11,102,039	11,103,249		
2003		9,902,668	10,998,210	11,405,485	11,555,610	11,585,264	11,573,338			
2004	6,929,029	8,965,616	9,942,442	10,453,606	10,526,147	10,516,569				
2005	7,196,558	8,839,229	9,418,169	9,621,378	9,638,849					
2006	7,537,759	9,358,020	10,694,039	11,555,518						
2007	7,405,941	10,067,557	11,057,064							
2008	7,412,186	9,652,785								
2009	8,090,747									

Trended Additive Amounts per Exposure

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	18.553	10.339	3.560	2.224	0.406	-0.495	0.021	0.016	-0.054
3rd Prior	14.510	8.899	3.843	0.650	0.974	0.588	0.923	0.479	-0.136
2nd Prior	15.675	5.114	4.637	1.417	0.287	0.853	-0.024	0.000	0.007
1st Prior	22.180	11.505	1.795	0.661	0.280	0.102	-0.005	-0.172	0.000
Latest	18.334	8.246	7.419	0.154	-0.087	-0.113	0.011	-0.242	-0.356
5 Year Weighted Average:	17.89	8.81	4.28	1.00	0.37	0.19	0.18	0.01	-0.11
Selected:	17.89	8.81	4.28	1.00	0.37	0.19	0.18	0.01	-0.11

Selected Methodology Additive Method

Loss Development Period (months):	15 - 123	27 - 123	39 - 123
Additive Amt per Exp:	32.62	14.73	5.92

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Treaded Age-to-Ult Additive Amt Per Exposure	Earned Exposures	Trended Losses Yet To Emerge	De-Trended Losses Yet To Emerge	Incurred Loss & ALAE	Ultimate Loss & ALAE
2007	5.92	15,383	91,067	89,273	$1,463,098	1,552,371
2008	14.73	28,088	413,736	409,640	2,482,586	2,892,226
2009	32.62	40,084	1,306,888	1,306,888	2,473,826	3,780,714

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Property Damage

Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡	Earned Exposures
1996	6,678,718	6,805,770	6,852,301	6,841,456	6,839,453	6,817,934	6,791,720	6,791,720	6,793,750	6,793,750	93,856
1997	6,901,089	6,806,154	6,820,338	6,873,286	6,856,447	6,862,541	6,864,941	6,920,753	6,936,835	6,954,168	94,549
1998	7,079,724	7,164,741	7,205,247	7,192,375	7,172,884	7,181,176	7,167,671	7,170,506	7,170,506	7,170,506	97,273
1999	7,409,647	7,697,600	7,716,525	7,758,079	7,683,178	7,650,355	7,650,355	7,650,355	7,650,355	7,650,355	100,954
2000	7,999,306	8,371,849	8,441,803	8,331,655	8,338,667	8,323,749	8,326,094	8,326,094	8,326,094	8,326,094	104,403
2001	8,294,803	8,678,130	8,308,868	8,358,166	8,341,385	8,333,166	8,305,435	8,306,946	8,306,946		104,559
2002	8,793,811	8,903,382	8,833,166	8,942,147	8,829,436	8,818,047	8,818,884	8,818,884			106,128
2003	9,012,573	8,982,923	9,098,153	9,040,998	8,962,084	8,963,664	8,963,838				105,966
2004	9,416,956	9,186,516	9,239,074	9,213,137	9,195,027	9,170,322					109,773
2005	8,760,426	8,922,477	8,922,835	8,936,833	8,932,953						113,210
2006	8,802,475	9,177,344	9,168,506	9,173,006							116,124
2007	9,545,835	9,816,007	9,853,806								119,999
2008	10,386,396	10,376,261									122,208
2009	10,117,300										124,433

Selected Trend: 0.0%

Trended Incurred Losses

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									6,793,750	6,793,750
1997								6,920,753	6,936,835	6,954,168
1998							7,167,671	7,170,506	7,170,506	7,170,506
1999						7,650,355	7,650,355	7,650,355	7,650,355	7,650,355
2000					8,338,667	8,323,749	8,326,094	8,326,094	8,326,094	8,326,094
2001				8,358,166	8,341,385	8,333,166	8,305,435	8,306,946	8,306,946	
2002			8,833,166	8,942,147	8,829,436	8,818,047	8,818,884	8,818,884		
2003		8,982,923	9,098,153	9,040,998	8,962,084	8,963,664	8,963,838			
2004	9,416,956	9,186,516	9,239,074	9,213,137	9,195,027	9,170,322				
2005	8,760,426	8,922,477	8,922,835	8,936,833	8,932,953					
2006	8,802,475	9,177,344	9,168,506	9,173,006						
2007	9,545,835	9,816,007	9,853,806							
2008	10,386,396	10,376,261								
2009	10,117,300									

Trended Additive Amounts per Exposure

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	-2.099	1.087	1.027	-0.160	-0.143	0.000	0.029	0.170	0.000
3rd Prior	1.431	0.479	-0.539	-1.062	-0.079	0.022	0.000	0.000	0.183
2nd Prior	3.228	0.003	-0.236	-0.745	-0.107	-0.265	0.000	0.000	0.000
1st Prior	2.251	-0.076	0.124	-0.165	0.015	0.008	0.014	0.000	0.000
Latest	-0.083	0.315	0.039	-0.034	-0.225	0.002	0.000	0.000	0.000
5 Year Weighted Average:	0.97	0.35	0.08	-0.43	-0.11	-0.05	0.01	0.03	0.04
Selected:	0.97	0.35	0.08	-0.43	-0.11	-0.05	0.01	0.03	0.04

Selected Methodology Additive Method

Loss Development Period (months):	15 - 123	27 - 123
Additive Amt per Exp:	0.89	-0.08

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Trended Age-to-Ult Additive Amt Per Exposure	Earned Exposures	Trended Losses Yet To Emerge	De-Trended Losses Yet To Emerge	Incurred Loss & ALAE	Ultimate Loss & ALAE
2008	-0.08	28,088	-2,247	-2,247	2,645,657	2,643,410
2009	0.89	40,064	35,657	35,657	3,512,093	3,547,750

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Medical

Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡	Earned Exposures
1996	1,829,644	1,414,877	1,299,687	1,244,929	1,235,395	1,234,882	1,228,743	1,228,743	1,228,743	1,228,743	75,821
1997	1,945,889	1,432,723	1,415,782	1,377,714	1,373,353	1,370,684	1,370,434	1,370,180	1,370,161	1,367,216	75,770
1998	1,813,522	1,573,139	1,490,116	1,489,715	1,492,663	1,486,410	1,486,410	1,486,454	1,486,454	1,489,551	76,893
1999	1,748,850	1,578,995	1,533,287	1,481,099	1,484,262	1,478,393	1,483,393	1,483,393	1,483,393	1,483,393	79,496
2000	1,833,407	1,711,219	1,609,488	1,621,985	1,617,469	1,592,534	1,592,534	1,592,086	1,592,086	1,592,086	81,315
2001	1,921,927	1,725,263	1,691,288	1,681,857	1,825,748	1,825,781	1,819,380	1,819,380	1,819,380		80,697
2002	1,993,175	1,848,608	1,784,445	1,771,762	1,776,031	1,769,787	1,766,412	1,761,291			81,962
2003	2,354,923	2,229,347	2,144,087	2,113,691	2,105,608	2,107,133	2,107,133				81,250
2004	2,385,953	2,119,173	2,058,696	2,036,275	2,021,242	2,012,211					84,008
2005	2,731,890	2,333,806	2,229,566	2,175,830	2,190,547						86,419
2006	2,552,373	2,500,812	2,329,939	2,275,203							88,584
2007	2,395,530	2,429,973	2,363,065								92,165
2008	2,598,230	2,523,353									93,783
2009	2,711,514										94,794

Selected Trend:	3.0%

Trended Incurred Losses

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									1,804,451	1,804,451
1997								1,953,549	1,953,522	1,949,323
1998							2,057,539	2,057,600	2,057,600	2,061,887
1999						1,986,837	1,993,556	1,993,556	1,993,556	1,993,556
2000					2,110,430	2,077,896	2,077,896	2,077,311	2,077,311	2,077,311
2001				2,130,526	2,312,803	2,312,845	2,304,736	2,304,736	2,304,736	
2002			2,194,642	2,179,044	2,184,294	2,176,615	2,172,464	2,166,166		
2003		2,661,957	2,560,152	2,523,858	2,514,206	2,516,027	2,516,027			
2004	2,765,973	2,456,702	2,386,593	2,360,601	2,343,173	2,332,704				
2005	3,074,766	2,626,719	2,509,396	2,448,916	2,465,480					
2006	2,789,047	2,732,705	2,545,987	2,486,176						
2007	2,541,418	2,577,958	2,506,976							
2008	2,676,177	2,599,054								
2009	2,711,514									

Trended Additive Amounts per Exposure

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	-3.681	-1.253	-0.190	2.259	-0.400	0.085	0.001	0.000	0.000
3rd Prior	-5.185	-0.835	-0.447	0.064	0.001	0.000	0.000	0.000	-0.055
2nd Prior	-0.636	-1.358	-0.309	-0.119	-0.094	-0.100	-0.007	0.000	0.056
1st Prior	0.396	-2.108	-0.700	-0.207	0.022	-0.051	0.000	0.000	0.000
Latest	-0.822	-0.770	-0.675	0.192	-0.125	0.000	-0.077	0.000	0.000
5 Year Weighted Average:	-1.92	-1.26	-0.47	0.43	-0.12	-0.01	-0.02	0.00	0.00
Selected:	-1.92	-1.26	-0.47	0.43	-0.12	-0.01	-0.02	0.00	0.00

Selected Methodology Additive Method

Loss Development Period (months):	15 - 123	27 - 123	39 - 123
Additive Amt per Exp:	-3.37	-1.45	-0.19

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Trended Age-to-Ult Additive Amt Per Exposure	Earned Exposures	Trended Losses Yet To Emerge	De-Trended Losses Yet To Emerge	Incurred Loss & ALAE	Ultimate Loss & ALAE
2007	-0.19	11,780	-2,238	-2,110	$427,833	425,723
2008	-1.45	21,314	-30,905	-30,005	810,380	780,375
2009	-3.37	29,578	-99,678	-99,678	1,119,466	1,019,788

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Uninsured/Underinsured Motorist

Incurred Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡	Earned Exposures
1996	918,667	1,125,930	1,128,564	1,212,633	1,274,595	1,396,737	1,393,118	1,396,132	1,396,132	1,401,588	88,801
1997	1,011,881	1,317,476	1,472,927	1,708,839	1,792,441	1,881,857	1,884,893	1,884,893	1,885,118	1,883,316	88,883
1998	1,734,286	2,134,342	2,255,556	2,362,742	2,367,873	2,349,194	2,377,538	2,381,095	2,400,199	2,428,992	90,708
1999	1,195,517	2,159,954	2,413,788	2,463,552	2,477,301	2,459,083	2,464,442	2,463,068	2,443,068	2,451,273	94,140
2000	1,689,831	2,138,670	2,250,777	2,418,959	2,446,026	2,463,822	2,473,561	2,442,815	2,444,466	2,449,370	96,642
2001	1,964,566	2,246,221	2,554,378	2,551,341	2,560,826	2,545,209	2,568,795	2,568,795	2,568,795		96,361
2002	1,214,583	1,597,872	2,013,297	2,105,640	2,261,994	2,294,414	2,299,768	2,299,768			98,125
2003	1,385,355	1,709,654	1,954,196	2,008,834	2,003,867	2,037,043	2,011,616				98,107
2004	1,732,609	2,001,768	2,173,710	2,562,314	2,570,781	2,599,341					102,054
2005	1,766,254	2,059,365	2,133,600	2,217,438	2,373,222						105,606
2006	2,110,181	2,593,050	2,677,348	2,674,460							108,784
2007	2,458,850	2,952,925	3,215,963								113,328
2008	2,008,134	2,616,008									115,702
2009	2,514,577										118,464

Selected Trend:	1.0%

Trended Incurred Losses

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									1,588,928	1,595,138
1997								2,123,945	2,124,198	2,122,168
1998							2,652,544	2,656,512	2,677,826	2,709,949
1999						2,716,357	2,722,277	2,720,759	2,698,667	2,707,730
2000					2,675,183	2,694,646	2,705,297	2,671,671	2,673,476	2,678,840
2001				2,762,737	2,773,008	2,756,097	2,781,637	2,781,637	2,781,637	
2002			2,158,527	2,257,531	2,425,164	2,459,922	2,465,663	2,465,663		
2003		1,814,832	2,074,418	2,132,418	2,127,145	2,162,362	2,135,371			
2004	1,820,989	2,103,878	2,284,591	2,693,018	2,701,917	2,731,934				
2005	1,837,971	2,142,983	2,220,233	2,307,475	2,469,584					
2006	2,174,122	2,671,622	2,758,474	2,755,499						
2007	2,508,273	3,012,279	3,280,604							
2008	2,028,215	2,642,168								
2009	2,514,577									

Trended Additive Amounts per Exposure

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	2.772	2.646	1.009	0.107	0.201	0.063	0.044	0.003	0.070
3rd Prior	2.888	1.771	0.591	1.708	-0.175	0.110	-0.016	0.235	-0.023
2nd Prior	4.573	0.731	4.002	-0.054	0.354	0.265	-0.348	-0.235	0.354
1st Prior	4.447	0.798	0.826	0.087	0.359	0.059	0.000	0.019	0.096
Latest	5.306	2.368	-0.027	1.535	0.294	-0.275	0.000	0.000	0.056
5 Year Weighted Average:	4.04	1.65	1.27	0.69	0.21	0.04	-0.07	0.00	0.11
Selected:	4.04	1.65	1.27	0.69	0.21	0.04	-0.07	0.00	0.11

Selected Methodology Additive Method

Loss Development Period (months):	15 - 123	27 - 123	39 - 123
Additive Amt per Exp:	7.94	3.90	2.25

†Includes ALAE
‡Includes supplemental reserves in addition to case reserves

Allstate Property and Casualty Insurance Company

Year	Trended Age-to-Ult Additive Amt Per Exposure	Earned Exposures	Trended Losses Yet To Emerge	De-Trended Losses Yet To Emerge	Incurred Loss & ALAE	Ultimate Loss & ALAE
2007	2.25	14,687	33,046	32,395	$582,913	615,308
2008	3.90	26,190	102,141	101,130	785,572	886,702
2009	7.94	38,548	306,071	306,071	1,158,055	1,464,126

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Collision

Paid Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡	Earned Exposures
1996	8,633,428	8,467,212	8,453,885	8,451,763	8,452,523	8,453,038	8,453,538	8,453,531	8,453,531	8,453,224	64,913
1997	9,080,932	8,816,957	8,792,838	8,781,108	8,781,188	8,781,066	8,778,768	8,774,925	8,774,925	8,774,925	65,734
1998	9,343,584	9,182,793	9,156,138	9,150,685	9,149,992	9,144,021	9,144,021	9,144,021	9,144,271	9,144,271	67,660
1999	9,737,804	9,572,891	9,572,808	9,574,127	9,576,279	9,576,020	9,576,020	9,576,382	9,576,492	9,576,492	70,666
2000	10,739,621	10,611,860	10,609,248	10,605,180	10,608,077	10,608,077	10,608,083	10,608,083	10,608,083	10,608,083	73,171
2001	11,560,182	11,453,427	11,408,606	11,434,164	11,424,119	11,420,318	11,418,607	11,418,607	11,418,953		73,153
2002	11,931,119	11,786,190	11,787,399	11,808,589	11,805,441	11,804,544	11,804,076	11,803,218			74,162
2003	11,505,620	11,344,023	11,342,775	11,343,898	11,345,268	11,345,268	11,345,268				73,112
2004	11,862,325	11,792,833	11,789,977	11,793,402	11,793,681	11,793,681					75,342
2005	11,777,830	11,636,729	11,641,004	11,647,282	11,649,103						77,227
2006	11,718,592	11,481,845	11,470,365	11,473,480							78,667
2007	13,172,979	12,991,064	12,980,444								81,274
2008	13,901,492	13,773,482									82,838
2009	13,828,829										83,751

Selected Trend:	1.0%

Trended Paid Losses

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									9,620,907	9,620,557
1997								9,887,805	9,887,805	9,887,805
1998							10,201,695	10,201,695	10,201,974	10,201,974
1999						10,577,884	10,577,884	10,578,283	10,578,405	10,578,405
2000					11,601,898	11,601,898	11,601,904	11,601,904	11,601,904	11,601,904
2001				12,381,561	12,370,684	12,366,568	12,364,715	12,364,715	12,365,090	
2002			12,637,687	12,660,406	12,657,031	12,656,069	12,655,567	12,654,647		
2003		12,041,909	12,040,584	12,041,776	12,043,231	12,043,231	12,043,231			
2004	12,467,423	12,394,386	12,391,384	12,394,984	12,395,277	12,395,277				
2005	12,256,057	12,109,227	12,113,675	12,120,208	12,122,103					
2006	12,073,677	11,829,756	11,817,929	11,821,138						
2007	13,437,756	13,252,184	13,241,351							
2008	14,040,507	13,911,217								
2009	13,828,829									

Trended Additive Amounts per Exposure

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	-0.969	-0.018	0.306	-0.149	0.000	0.000	0.000	0.000	-0.005
3rd Prior	-1.901	-0.040	0.016	-0.046	-0.056	0.000	0.006	0.004	0.000
2nd Prior	-3.101	0.058	0.048	0.020	-0.013	-0.025	0.000	0.002	0.000
1st Prior	-2.283	-0.150	0.085	0.004	0.000	-0.007	0.000	0.000	0.000
Latest	-1.561	-0.133	0.041	0.025	0.000	0.000	-0.012	0.005	0.000
5 Year Weighted Average:	-1.97	-0.06	0.10	-0.03	-0.01	-0.01	0.00	0.00	0.00
Selected:	-1.97	-0.06	0.10	-0.03	-0.01	-0.01	0.00	0.00	0.00

Selected Methodology Additive Method

Loss Development Period (months):	15 - 123	27 - 123
Additive Amt per Exp:	-1.98	-0.01

†Includes ALAE

Allstate Property and Casualty Insurance Company

Year	Trended Age-to-Ult Additive Amt Per Exposure	Earned Exposures	Trended Losses Yet To Emerge	De-Trended Losses Yet To Emerge	Paid Loss & ALAE	Ultimate Loss & ALAE
2008	-0.01	19,094	-191	-189	3,910,656	3,910,467
2009	-1.98	27,043	-53,545	-53,545	5,166,988	5,113,443

Allstate Insurance Company and Allstate Property and Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Loss Development Factors
Comprehensive

Paid Losses †

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡	Earned Exposures
1996	4,002,321	4,035,341	4,041,738	4,044,596	4,044,496	4,044,396	4,044,396	4,044,396	4,044,396	4,044,395	67,485
1997	4,032,943	4,035,795	4,037,519	4,038,700	4,039,213	4,039,108	4,039,858	4,039,858	4,039,858	4,039,858	68,299
1998	4,087,853	4,119,936	4,122,667	4,123,687	4,123,687	4,124,258	4,124,258	4,124,258	4,124,258	4,124,258	70,251
1999	4,632,185	4,720,837	4,721,872	4,722,092	4,722,398	4,722,398	4,722,398	4,722,552	4,722,582	4,722,582	73,295
2000	5,159,307	5,271,902	5,266,042	5,268,679	5,268,326	5,268,317	5,268,332	5,268,332	5,268,332	5,268,332	75,764
2001	5,565,444	5,613,806	5,630,724	5,636,671	5,639,130	5,639,130	5,640,307	5,640,307	5,640,307		75,783
2002	5,968,653	6,043,413	6,058,134	6,061,781	6,065,742	6,066,119	6,066,119	6,066,119			76,756
2003	4,651,477	4,712,614	4,711,264	4,712,143	4,715,410	4,716,262	4,716,262				75,609
2004	5,109,289	5,109,431	5,107,862	5,110,257	5,110,257	5,110,257					77,894
2005	4,925,641	4,972,229	4,978,097	4,968,874	4,968,874						79,828
2006	4,507,517	4,566,236	4,572,271	4,571,270							81,356
2007	4,483,742	4,529,602	4,530,983								84,032
2008	4,772,265	4,815,233									85,579
2009	5,641,233										86,679

Selected Trend: -4.0%

Trended Paid Losses

Fiscal Accident Year Ending 3/31	15 Months	27 Months	39 Months	51 Months	63 Months	75 Months	87 Months	99 Months	111 Months	123 Months‡
1996									2,378,919	2,378,919
1997								2,475,260	2,475,260	2,475,260
1998							2,632,264	2,632,264	2,632,264	2,632,264
1999						3,139,604	3,139,604	3,139,707	3,139,727	3,139,727
2000					3,648,495	3,648,489	3,648,499	3,648,499	3,648,499	3,648,499
2001				4,066,236	4,068,010	4,068,010	4,068,859	4,068,859	4,068,859	
2002			4,552,370	4,555,110	4,558,087	4,558,370	4,558,370	4,558,370		
2003		3,688,835	3,687,779	3,688,467	3,691,024	3,691,691	3,691,691			
2004	4,165,975	4,166,091	4,164,811	4,166,764	4,166,764	4,166,764				
2005	4,183,576	4,223,146	4,228,130	4,220,296	4,220,296					
2006	3,987,963	4,039,913	4,045,253	4,044,367						
2007	4,132,217	4,174,481	4,175,754							
2008	4,581,374	4,622,624								
2009	5,641,233									

Trended Additive Amounts per Exposure

Development	15 to 27	27 to 39	39 to 51	51 to 63	63 to 75	75 to 87	87 to 99	99 to 111	111 to 123
4th Prior	0.001	-0.014	0.036	0.023	0.000	0.000	0.000	0.000	0.000
3rd Prior	0.496	-0.016	0.009	0.039	0.000	0.000	0.001	0.000	0.000
2nd Prior	0.639	0.062	0.025	0.034	0.004	0.011	0.000	0.000	0.000
1st Prior	0.503	0.066	-0.098	0.000	0.009	0.000	0.000	0.000	0.000
Latest	0.482	0.015	-0.011	0.000	0.000	0.000	0.000	0.000	0.000
5 Year Weighted Average:	0.43	0.02	-0.01	0.02	0.00	0.00	0.00	0.00	0.00
Selected:	0.43	0.02	-0.01	0.02	0.00	0.00	0.00	0.00	0.00

Selected Methodology Additive Method

Loss Development Period (months):	15 - 123	27 - 123
Additive Amt per Exp:	0.46	0.03

†Includes ALAE

Allstate Property and Casualty Insurance Company

Year	Trended Age-to-Ult Additive Amt Per Exposure	Earned Exposures	Trended Losses Yet To Emerge	De-Trended Losses Yet To Emerge	Paid Loss & ALAE	Ultimate Loss & ALAE
2008	0.03	19,463	584	608	1,221,551	1,222,159
2009	0.46	27,655	12,721	12,721	2,066,457	2,079,178

ALLSTATE INSURANCE GROUP*

Private Passenger Automobile Liability Insurance
Countrywide Expense Experience - Unallocated Loss Adjustment Factors

LIABILITY

	2006 - 2008
1. Direct Losses and Allocated Loss Adjustment Expense Incurred	$16,485,900
2. Direct Unallocated Loss Adjustment Expense Incurred	$2,828,887
3. Ratio (2)/(1)	0.172
4. Proposed Provision	0.172

* Allstate Insurance Company, Allstate Indemnity Company, Allstate Property and Casualty Insurance Company, Allstate Fire and Casualty Insurance Company, Allstate County Mutual Insurance Company & Northbrook Indemnity.

(000 Omitted)

ALLSTATE INSURANCE GROUP*

Private Passenger Automobile Physical Damage Insurance
Countrywide Expense Experience - Unallocated Loss Adjustment Factors

PHYSICAL DAMAGE

	2006 - 2008
1. Direct Losses and Allocated Loss Adjustment Expense Incurred	$10,264,323
2. Direct Unallocated Loss Adjustment Expense Incurred	$1,529,719
3. Ratio (2)/(1)	0.149
4. Proposed Provision	0.149

* Allstate Insurance Company, Allstate Indemnity Company, Allstate Property and Casualty Insurance Company, Allstate Fire and Casualty Insurance Company, Allstate County Mutual Insurance Company & Northbrook Indemnity.

(000 Omitted)

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Pure Premium Trend Factor

Coverage	Selected Annual Pure Premium Impacts Historical	Projected
Bodily Injury	0.00 %	0.00 %
Property Damage	0.00	0.00
Medical	5.00	5.00
Uninsured / Underinsured Motorist	4.00	4.00
Collision	0.00	0.00
Comprehensive	5.00	5.00

	2nd Prior Year	1st Prior Year	Current Year
1) Loss Trend Projection Date	3/28/2011	3/28/2011	3/28/2011
2) Mid-Point of Current Year's Experience Period	9/30/2008	9/30/2008	9/30/2008
3) Experience Period Ended	3/31/2007	3/31/2008	3/31/2009
4) Midpoint of Experience Period	9/30/2006	9/30/2007	9/30/2008
5) Historical: Number of Years from (4) to (2)	2.000	1.000	0.000
6) Projected: Number of Years from (2) to (1)	2.490	2.490	2.490

Calculation of Trend Factors

(a) Historical Pure Premium Factors are the Annual Historical Impacts plus unity compounded for the number of years in (5)

(b) Projected Pure Premium Factors are the Annual Projected Impacts plus unity compounded for the number of years in (6)

(c) Factor to Adjust Losses for Pure Premium Trend = (a) x (b)

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Catastrophe Insurance Losses
Comprehensive

	Allstate Insurance Group			
Calendar Year	Total Incurred Losses	Catastrophe Losses	Incurred Losses Excluding Catastrophes	Percentage Catastrophe Losses
1984	$2,580,647	$410,700	$2,169,947	
1985	2,131,560	108,640	2,022,920	
1986	3,004,305	421,939	2,582,366	
1987	3,348,493	140,750	3,207,743	
1988	3,980,110	513,015	3,467,095	
1989	7,682,087	3,042,588	4,639,499	
1990	5,333,548	443,624	4,889,924	
1991	5,731,040	573,373	5,157,667	
1992	4,286,585	146,986	4,139,599	
1993	3,911,931	71,850	3,840,081	
1994	4,822,147	888,763	3,933,384	
1995	4,524,336	481,500	4,042,836	
1996	8,589,528	3,623,724	4,965,804	
1997	5,433,562	789,786	4,643,776	
1998	4,860,342	-231,240	5,091,582	
1999	8,718,195	3,267,286	5,450,909	
2000	6,821,788	902,509	5,919,279	
2001	5,899,608	-103,542	6,003,150	
2002	6,344,009	982,997	5,361,012	
2003	5,511,410	143,336	5,368,074	
2004	5,466,229	34,423	5,431,806	
2005	4,918,264	95,357	4,822,907	
2006	6,563,043	2,069,984	4,493,059	
2007	4,759,658	72,841	4,686,817	
2008	10,913,043	5,057,792	5,855,251	
		$23,948,981	**$112,186,487**	

25 Year Aggregate Average	**21.3 %**
Selected Catastrophe Provision	**21.3 %**

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Summary of Expense Provisions

		Liability Expense Provision			
	Percent Fixed	Bodily Injury	Property Damage	Medical	Uninsured / Underinsured Motorist
Commissions	0 %	12.0 %	12.0 %	12.0 %	12.0 %
Taxes †	0	2.9	2.9	2.9	2.9
Licenses and Fees	100	0.1	0.1	0.1	0.1
Other Acquisition	100	5.0	5.0	5.0	5.0
General Expense	100	5.2	5.2	5.2	5.2
Debt Provision	0	1.4	1.4	1.4	1.4
Profit Provision	0	7.4	7.4	7.4	7.4

		Physical Damage Expense Provision	
	Percent Fixed	Collision	Comprehensive
Commissions	0 %	12.0 %	12.0 %
Taxes †	0	2.9	2.9
Licenses and Fees	100	0.1	0.1
Other Acquisition	100	4.9	4.9
General Expense	100	5.4	5.4
Debt Provision	0	1.4	1.4
Profit Provision	0	10.3	10.3

† State Taxes - Does not include Federal Income Tax

ALLSTATE INSURANCE GROUP*

PRIVATE PASSENGER AUTOMOBILE INSURANCE
Countrywide Expense Experience For General Expenses
2006, 2007, 2008

	Automobile Liability Insurance		
	2006	2007	2008
1. Direct Premiums Earned	$ 9,206,968	$ 9,136,235	$ 8,952,399
2. General Expense Incurred	500,079	457,192	470,308
3. Ratio (2) / (1)	0.0543	0.0500	0.0525
4. Three Year Average			0.0523
5. Proposed Provision			0.052

	Automobile Physical Damage Insurance		
	2006	2007	2008
1. Direct Premiums Earned	$ 7,051,024	$ 7,224,641	$ 7,111,198
2. General Expense Incurred	373,221	384,399	400,727
3. Ratio (2) / (1)	0.0529	0.0532	0.0564
4. Three Year Average			0.0542
5. Proposed Provision			0.054

* Allstate Insurance Company, Allstate Indemnity Company, Northbrook Indemnity Company, Allstate Property and Casualty Insurance Company, Allstate Fire and Casualty Insurance Company and Allstate County Mutual.

(000 Omitted)

ALLSTATE INSURANCE GROUP*
ALLSTATE PROPERTY & CASUALTY INS. CO.
PRIVATE PASSENGER AUTOMOBILE INSURANCE
Countrywide Expense Experience For Other Acquisition Expenses
2006, 2007, 2008

	Automobile Liability Insurance		
	2006	2007	2008
1. Direct Premiums Earned	$ 9,206,968	$ 9,136,235	$ 8,952,399
2. Other Acquisition Expense Incurred	504,867	570,267	526,978
3. Ratio (2) / (1)	0.0548	0.0624	0.0589
4. Three Year Average			0.0587
5. Adjusted Three Year Average**			0.0496
6. Proposed Provision			0.050

	Automobile Physical Damage Insurance		
	2006	2007	2008
1. Direct Premiums Earned	$ 7,051,024	$ 7,224,641	$ 7,111,198
2. Other Acquisition Expense Incurred	389,363	451,713	408,777
3. Ratio (2) / (1)	0.0552	0.0625	0.0575
4. Three Year Average			0.0584
5. Adjusted Three Year Average**			0.0488
6. Proposed Provision			0.049

* Allstate Insurance Company, Allstate Indemnity Company, Northbrook Indemnity Company, Allstate Property and Casualty Insurance Company, Allstate Fire and Casualty Insurance Company and Allstate County Mutual.
**Reduced by 1.26% for Liability and 1.31% for Physical Damage to reflect the amount of Installment Fees collected for Allstate Insurance Group and includes a 0.35% provision for Allstate Property & Casualty Insurance Company premiums written off.

(000 Omitted)

ALLSTATE INSURANCE GROUP
COUNTRYWIDE
CALULATION OF ANNUAL FIXED EXPENSE TREND

(A). General and Other Acquisition Expenses

(1)	% of Other Acquistion and General Expenses used for Salaries and Employee Relations & Welfare - Allstate Insurance Group, 2008	40.1%
(2)	Employment Cost Index - Insurance Carriers, Agents, Brokers, and Services - (selected annual change ending 12/31/08) U.S. Department of Labor	2.8%
(3)	% of Other Acquisition and General Expenses not used for Salaries and Employee Relations & Welfare - Allstate Insurance Group, 2007.	59.9%
(4)	Consumer Price Index, All Items - (selected annual change ending 12/31/08)	2.5%
(5)	Annual General and Other Acquisition Trend - [(1) x (2)] + [(3) x (4)]	2.6%

(B). Licenses and Fees

(6)	Annual Licenses and Fees Trend	0.0%

(C) Total Fixed Expenses

(7)	Proportion of Fixed Expenses - General and Other Acquisition	99.0%
(8)	Annual General and Other Acquisition Trend	2.6%
(9)	Proportion of Fixed Expenses - Licenses and Fees	1.0%
(10)	Annual Licenses and Fees Trend	0.0%
(11)	**Annual Fixed Expense Trend - [(7)*(8) + (9)*(10)]**	**2.6%**

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Factor to Adjust for Subsequent Change in Fixed Expense
(For calendar years 2006-2008)

1) Average Earned Date of Experience Period	6/30/2007
2) Average Earned Date of Proposed Policy Period	3/28/2011
3) Number of Years from (1) to (2)	3.742
4) Selected Annual Impact	2.60 %
5) Factor to Adjust for Subsequent Change in Fixed Expense [1.0 + (4)] ^ (3)	1.101

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
PRIVATE PASSENGER AUTO - LIABILITY

Arkansas

Calculation of Present Value, as of the Average Earning Date
of a Policy year, of all Income and Outgo @ 3.7%*
force of interest, given an Operating Profit of 7.25%
and six-month Policy Terms

Years From Start of Policy Year	Arkansas Cumulative Percent of Losses Paid	Arkansas Yearly Percent of Losses Paid	Time from Start of Policy Year	Discounted ** to avg time of profit @ 3.7%	Discounted Payments
1	36.1%	36.1%	0.68	1.0026	36.2%
2	77.0%	40.9%	1.39	0.9766	39.9%
3	89.2%	12.2%	2.46	0.9386	11.5%
4	92.1%	2.9%	3.47	0.9042	2.6%
5	97.3%	5.2%	4.45	0.8721	4.5%
6	97.7%	0.4%	5.44	0.8407	0.3%
Subsequent	100.0%	2.3%	7.45	0.7805	1.8%
Total		100.0%			96.9%
Expected Losses and Loss Expense Ratio					66.2%
Present Value of Loss and Loss Expense Payments					64.1%
Taxes, Licenses and Fees		3.0%	0.77	0.9993	3.0%
Commissions		12.0%	0.58	1.0063	12.1%
Other Acquisition		5.0%	0.56	1.0071	5.0%
General Expense		5.2%	0.63	1.0044	5.2%
Debt Provision		1.4%	0.75	1.0000	1.4%
Profit		7.2%	0.75	1.0000	7.4%
Total Present Value of Outgo					98.2%
Premiums		100.0%	0.60	1.0056	100.6%
Difference, Present Value of Income Less Present Value of Outgo					2.4%

*Discount rate from Investments Department forecast

**exp (0.037 x (timing of profit being earned - timing of cash flow))

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
PRIVATE PASSENGER AUTO - PHYSICAL DAMAGE

Arkansas

Calculation of Present Value, as of the Average Earning Date
of a Policy year, of all Income and Outgo @ 3.70%*
force of interest, given an Operating Profit of 7.25%
and six-month Policy Terms

Years From Start of Policy Year	Arkansas Cumulative Percent of Losses Paid	Arkansas Yearly Percent of Losses Paid	Time from Start of Policy Year	Discounted ** to avg time of profit @ 3.70%	Discounted Payments
1	61.6%	61.6%	0.63	1.0044	61.9%
2	100.1%	38.5%	1.16	0.9849	37.9%
3	100.0%	-0.1%	2.26	0.9457	-0.1%
4	100.0%	0.0%	4.40	0.8737	0.0%
5	100.0%	0.0%	4.56	0.8685	0.0%
6	100.0%	0.0%	6.12	0.8198	0.0%
Subsequent	100.0%	0.0%	7.41	0.7817	0.0%
Total		100.0%			99.7%
Expected Losses and Loss Expense Ratio					63.2%
Present Value of Loss and Loss Expense Payments					63.0%
Taxes, Licenses and Fees		3.0%	0.77	0.9993	3.0%
Commissions		12.0%	0.58	1.0063	12.1%
Other Acquisition		4.9%	0.56	1.0071	4.9%
General Expense		5.4%	0.63	1.0044	5.4%
Debt Provision		1.4%	0.75	1.0000	1.4%
Profit		10.1%	0.75	1.0000	10.3%
Total Present Value of Outgo					100.1%
Premiums		100.0%	0.60	1.0056	100.6%
Difference, Present Value of Income Less Present Value of Outgo					0.5%

*Discount rate from Investments Department forecast

*exp (0.037 x (timing of profit being earned - timing of cash flow))

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Calculation of Premium Trend Factor

Coverage	Selected Annual Premium Impacts Projected
Bodily Injury	-5.00 %
Property Damage	-4.50
Medical	-5.00
Uninsured / Underinsured Motorist	0.00
Collision	0.00
Comprehensive	-1.00

	Current Year
1)Average Earned Date of Proposed Policy Period	3/28/2011
2) Mid-Point of Current Year's Experience Period	9/30/2008
3) Experience Period Ended	3/31/2009
4) Midpoint of Experience Period	9/30/2008
5) Projected: Number of Years from (2) to (1)	2.490

Calculation of Trend Factors

Factors to Adjust to Project Premium Level are the Annual Projected Impacts plus unity compounded for the number of years in (5)

APPENDIX A
36-POINT PURE PREMIUM TRENDS

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Bodily Injury

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 36 pt.
09/00	$73.31		$77.89
12/00	74.43		78.17
03/01	70.29		78.45
06/01	74.31		78.73
09/01	78.33	6.85	79.01
12/01	81.87	10.00	79.29
03/02	80.57	14.63	79.57
06/02	75.98	2.25	79.86
09/02	80.10	2.26	80.14
12/02	79.35	-3.08	80.43
03/03	83.26	3.34	80.72
06/03	90.97	19.73	81.01
09/03	90.00	12.36	81.30
12/03	85.82	8.15	81.59
03/04	87.80	5.45	81.88
06/04	84.71	-6.88	82.17
09/04	78.10	-13.22	82.46
12/04	81.08	-5.52	82.76
03/05	80.93	-7.82	83.06
06/05	83.53	-1.39	83.35
09/05	89.70	14.85	83.65
12/05	87.12	7.45	83.95
03/06	89.26	10.29	84.25
06/06	86.34	3.36	84.55
09/06	86.48	-3.59	84.85
12/06	88.81	1.94	85.16
03/07	84.03	-5.86	85.46
06/07	83.90	-2.83	85.77
09/07	80.66	-6.73	86.07
12/07	88.98	0.19	86.38
03/08	90.75	8.00	86.69
06/08	88.67	5.69	87.00
09/08	90.45	12.14	87.31
12/08	79.00	-11.22	87.62
03/09	78.39	-13.62	87.94
06/09	83.95	-5.32	88.25

Regression	36 pt.
Avg Annual Percent Change Based on Best Fit:	1.44 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Property Damage

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 36 pt.
09/00	$75.17		$80.41
12/00	75.59		80.42
03/01	78.39		80.42
06/01	80.50		80.42
09/01	82.10	9.22	80.42
12/01	83.34	10.25	80.43
03/02	81.38	3.81	80.43
06/02	80.58	0.10	80.43
09/02	81.78	-0.39	80.43
12/02	83.25	-0.11	80.43
03/03	83.54	2.65	80.44
06/03	82.58	2.48	80.44
09/03	82.84	1.30	80.44
12/03	81.09	-2.59	80.44
03/04	82.53	-1.21	80.45
06/04	85.16	3.12	80.45
09/04	80.65	-2.64	80.45
12/04	79.85	-1.53	80.45
03/05	79.98	-3.09	80.46
06/05	76.36	-10.33	80.46
09/05	77.21	-4.27	80.46
12/05	78.10	-2.19	80.46
03/06	76.68	-4.13	80.47
06/06	79.84	4.56	80.47
09/06	82.68	7.08	80.47
12/06	81.86	4.81	80.47
03/07	82.15	7.13	80.48
06/07	79.34	-0.63	80.48
09/07	79.70	-3.60	80.48
12/07	80.01	-2.26	80.48
03/08	81.13	-1.24	80.49
06/08	83.32	5.02	80.49
09/08	78.93	-0.97	80.49
12/08	79.50	-0.64	80.49
03/09	78.95	-2.69	80.50
06/09	81.59	-2.08	80.50

Regression	36 pt.
Avg Annual Percent Change Based on Best Fit:	0.01 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Medical

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 36 pt.
09/00	$18.11		$20.74
12/00	17.64		20.91
03/01	19.73		21.09
06/01	21.52		21.27
09/01	20.90	15.41	21.44
12/01	20.36	15.42	21.62
03/02	19.15	-2.94	21.80
06/02	16.50	-23.33	21.99
09/02	22.60	8.13	22.17
12/02	24.51	20.38	22.36
03/03	26.08	36.19	22.55
06/03	28.50	72.73	22.73
09/03	25.52	12.92	22.92
12/03	25.52	4.12	23.12
03/04	25.19	-3.41	23.31
06/04	23.39	-17.93	23.51
09/04	27.13	6.31	23.70
12/04	28.86	13.09	23.90
03/05	29.33	16.44	24.10
06/05	30.97	32.41	24.30
09/05	26.92	-0.77	24.51
12/05	23.62	-18.16	24.71
03/06	23.61	-19.50	24.92
06/06	24.14	-22.05	25.13
09/06	24.03	-10.74	25.34
12/06	25.36	7.37	25.55
03/07	24.66	4.45	25.77
06/07	23.55	-2.44	25.98
09/07	23.01	-4.24	26.20
12/07	23.43	-7.61	26.42
03/08	24.43	-0.93	26.64
06/08	25.25	7.22	26.86
09/08	27.17	18.08	27.09
12/08	27.55	17.58	27.32
03/09	26.89	10.07	27.55
06/09	27.76	9.94	27.78

Regression	36 pt.
Avg Annual Percent Change Based on Best Fit:	3.40 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Uninsured / Underinsured Motorist

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 36 pt.
09/00	$29.40		$23.39
12/00	28.11		23.46
03/01	29.44		23.53
06/01	30.14		23.60
09/01	26.41	-10.17	23.67
12/01	23.83	-15.23	23.75
03/02	22.21	-24.56	23.82
06/02	22.07	-26.78	23.89
09/02	21.55	-18.40	23.96
12/02	21.52	-9.69	24.03
03/03	20.39	-8.19	24.11
06/03	19.74	-10.56	24.18
09/03	19.41	-9.93	24.25
12/03	20.80	-3.35	24.33
03/04	22.04	8.09	24.40
06/04	23.06	16.82	24.47
09/04	22.45	15.66	24.55
12/04	21.91	5.34	24.62
03/05	23.74	7.71	24.70
06/05	22.43	-2.73	24.77
09/05	23.27	3.65	24.85
12/05	24.11	10.04	24.92
03/06	23.43	-1.31	25.00
06/06	25.36	13.06	25.07
09/06	27.94	20.07	25.15
12/06	28.19	16.92	25.22
03/07	29.11	24.24	25.30
06/07	30.42	19.95	25.38
09/07	29.37	5.12	25.45
12/07	28.18	-0.04	25.53
03/08	26.39	-9.34	25.61
06/08	22.78	-25.12	25.69
09/08	26.66	-9.23	25.76
12/08	25.52	-9.44	25.84
03/09	24.99	-5.31	25.92
06/09	28.96	27.13	26.00

	Regression	36 pt.
Avg Annual Percent Change Based on Best Fit:		1.22 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Collision

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 36 pt.
09/00	$146.50		$150.80
12/00	143.83		151.08
03/01	154.44		151.37
06/01	153.90		151.65
09/01	159.42	8.82	151.94
12/01	164.55	14.41	152.23
03/02	158.18	2.42	152.52
06/02	158.33	2.88	152.80
09/02	156.70	-1.71	153.09
12/02	149.01	-9.44	153.38
03/03	154.07	-2.60	153.67
06/03	150.59	-4.89	153.96
09/03	152.39	-2.75	154.25
12/03	156.34	4.92	154.54
03/04	156.99	1.90	154.83
06/04	156.34	3.82	155.13
09/04	154.98	1.70	155.42
12/04	155.55	-0.51	155.71
03/05	150.68	-4.02	156.01
06/05	150.38	-3.81	156.30
09/05	147.61	-4.76	156.60
12/05	149.93	-3.61	156.89
03/06	147.64	-2.02	157.19
06/06	149.27	-0.74	157.49
09/06	154.83	4.89	157.78
12/06	154.53	3.07	158.08
03/07	157.72	6.83	158.38
06/07	161.79	8.39	158.68
09/07	156.13	0.84	158.98
12/07	161.09	4.25	159.28
03/08	164.39	4.23	159.58
06/08	164.65	1.77	159.88
09/08	167.33	7.17	160.18
12/08	164.83	2.32	160.49
03/09	165.73	0.82	160.79
06/09	164.53	-0.07	161.09

Regression	36 pt.
Avg Annual Percent Change Based on Best Fit:	0.76 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Comprehensive

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 36 pt.
09/00	$70.72		$74.33
12/00	72.08		73.65
03/01	75.43		72.97
06/01	83.37		72.31
09/01	81.77	15.63	71.64
12/01	80.75	12.03	70.99
03/02	74.48	-1.26	70.34
06/02	68.46	-17.88	69.69
09/02	66.76	-18.36	69.06
12/02	65.05	-19.44	68.42
03/03	64.77	-13.04	67.80
06/03	65.61	-4.16	67.18
09/03	66.94	0.27	66.56
12/03	66.94	2.91	65.95
03/04	67.30	3.91	65.35
06/04	67.25	2.50	64.75
09/04	62.16	-7.14	64.16
12/04	61.93	-7.48	63.57
03/05	62.44	-7.22	62.99
06/05	57.12	-15.06	62.41
09/05	56.99	-8.32	61.84
12/05	58.85	-4.97	61.27
03/06	54.47	-12.76	60.71
06/06	57.27	0.26	60.16
09/06	55.96	-1.81	59.60
12/06	54.50	-7.39	59.06
03/07	54.54	0.13	58.52
06/07	49.75	-13.13	57.98
09/07	50.00	-10.65	57.45
12/07	51.72	-5.10	56.93
03/08	53.40	-2.09	56.40
06/08	61.85	24.32	55.89
09/08	63.90	27.80	55.38
12/08	65.24	26.14	54.87
03/09	67.97	27.28	54.37
06/09	60.21	-2.65	53.87

Regression	36 pt.
Avg Annual Percent Change Based on Best Fit:	-3.61 %

APPENDIX B
LOSS TRENDS

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Frequency
Bodily Injury

Year Ending	Actual Paid Frequency	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	1.1641 %	14.25 %	1.1756 %		
12/03	1.1140	4.00	1.1628		
03/04	1.1371	3.52	1.1501		
06/04	1.1752	3.71	1.1376		
09/04	1.1237	-3.47	1.1252		
12/04	1.0895	-2.20	1.1129		
03/05	1.1145	-1.99	1.1008		
06/05	1.0890	-7.33	1.0887		
09/05	1.1013	-1.99	1.0769		
12/05	1.1081	1.71	1.0651		
03/06	1.0520	-5.61	1.0535		
06/06	1.0103	-7.23	1.0420		
09/06	1.0016	-9.05	1.0306	1.0471 %	
12/06	1.0193	-8.01	1.0194	1.0328	
03/07	1.0252	-2.55	1.0083	1.0188	
06/07	1.0757	6.47	.9973	1.0050	
09/07	1.0229	2.13	.9864	.9914	
12/07	1.0038	-1.52	.9756	.9779	
03/08	.9653	-5.84	.9650	.9646	.9299 %
06/08	.8970	-16.61	.9544	.9515	.9262
09/08	.9121	-10.83	.9440	.9386	.9226
12/08	.9098	-9.36	.9337	.9259	.9190
03/09	.9114	-5.58	.9235	.9133	.9154
06/09	.9307	3.76	.9135	.9009	.9118

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-4.29 %	-5.32 %	-1.56 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Severity
Bodily Injury

Year Ending	Actual Paid Severity	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$7,731.00	-1.67 %	$7,287.00		
12/03	7,704.00	4.00	7,364.00		
03/04	7,721.00	1.87	7,442.00		
06/04	7,208.00	-10.21	7,521.00		
09/04	6,950.00	-10.10	7,601.00		
12/04	7,442.00	-3.40	7,682.00		
03/05	7,261.00	-5.96	7,763.00		
06/05	7,670.00	6.41	7,846.00		
09/05	8,145.00	17.19	7,929.00		
12/05	7,862.00	5.64	8,013.00		
03/06	8,485.00	16.86	8,098.00		
06/06	8,545.00	11.41	8,184.00		
09/06	8,634.00	6.00	8,271.00	$8,331.00	
12/06	8,714.00	10.84	8,359.00	8,410.00	
03/07	8,196.00	-3.41	8,447.00	8,490.00	
06/07	7,799.00	-8.73	8,537.00	8,571.00	
09/07	7,886.00	-8.66	8,627.00	8,652.00	
12/07	8,864.00	1.72	8,719.00	8,734.00	
03/08	9,400.00	14.69	8,811.00	8,817.00	$9,749.00
06/08	9,885.00	26.75	8,905.00	8,901.00	9,540.00
09/08	9,916.00	25.74	8,999.00	8,986.00	9,336.00
12/08	8,683.00	-2.04	9,095.00	9,071.00	9,137.00
03/09	8,601.00	-8.50	9,191.00	9,157.00	8,941.00
06/09	9,020.00	-8.75	9,289.00	9,244.00	8,750.00

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	4.31 %	3.86 %	-8.28 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Bodily Injury

			Exponential Curve of Best Fit		
Year Ending	Actual Paid Pure Premium	Annual Change	24 pt.	12 pt.	6 pt.
09/03	$90.00	12.36 %	$85.67		
12/03	85.82	8.15	85.64		
03/04	87.80	5.45	85.60		
06/04	84.71	-6.88	85.56		
09/04	78.10	-13.22	85.53		
12/04	81.08	-5.52	85.49		
03/05	80.93	-7.82	85.46		
06/05	83.53	-1.39	85.42		
09/05	89.70	14.85	85.39		
12/05	87.12	7.45	85.35		
03/06	89.26	10.29	85.31		
06/06	86.34	3.36	85.28		
09/06	86.48	-3.59	85.24	$87.23	
12/06	88.81	1.94	85.21	86.86	
03/07	84.03	-5.86	85.17	86.50	
06/07	83.90	-2.83	85.14	86.14	
09/07	80.66	-6.73	85.10	85.77	
12/07	88.98	0.19	85.07	85.42	
03/08	90.75	8.00	85.03	85.06	$90.66
06/08	88.67	5.69	84.99	84.70	88.37
09/08	90.45	12.14	84.96	84.34	86.14
12/08	79.00	-11.22	84.92	83.99	83.97
03/09	78.39	-13.62	84.89	83.64	81.85
06/09	83.95	-5.32	84.85	83.29	79.78

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-0.17 %	-1.67 %	-9.72 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Frequency
Property Damage

Year Ending	Actual Paid Frequency	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	3.3821 %	-0.17 %	3.3645 %		
12/03	3.2644	-2.69	3.3441		
03/04	3.3203	-0.47	3.3238		
06/04	3.3694	0.56	3.3036		
09/04	3.3020	-2.37	3.2836		
12/04	3.3509	2.65	3.2637		
03/05	3.3184	-0.06	3.2439		
06/05	3.2092	-4.75	3.2242		
09/05	3.1911	-3.36	3.2046		
12/05	3.1633	-5.60	3.1852		
03/06	3.1127	-6.20	3.1659		
06/06	3.1401	-2.15	3.1467		
09/06	3.1030	-2.76	3.1276	3.0818 %	
12/06	3.0716	-2.90	3.1086	3.0704	
03/07	3.0587	-1.73	3.0897	3.0591	
06/07	3.0373	-3.27	3.0710	3.0478	
09/07	3.0204	-2.66	3.0524	3.0365	
12/07	3.0427	-0.94	3.0339	3.0253	
03/08	3.0365	-0.73	3.0154	3.0141	2.9961 %
06/08	2.9842	-1.75	2.9972	3.0030	2.9914
09/08	2.9698	-1.68	2.9790	2.9919	2.9867
12/08	2.9328	-3.61	2.9609	2.9808	2.9820
03/09	2.9559	-2.65	2.9429	2.9698	2.9773
06/09	3.0281	1.47	2.9251	2.9588	2.9726

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-2.40 %	-1.47 %	-0.63 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Severity
Property Damage

Year Ending	Actual Paid Severity	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$2,449.00	1.45 %	$2,402.00		
12/03	2,484.00	0.08	2,416.00		
03/04	2,486.00	-0.72	2,429.00		
06/04	2,527.00	2.52	2,443.00		
09/04	2,442.00	-0.29	2,457.00		
12/04	2,383.00	-4.07	2,470.00		
03/05	2,410.00	-3.06	2,484.00		
06/05	2,379.00	-5.86	2,498.00		
09/05	2,420.00	-0.90	2,512.00		
12/05	2,469.00	3.61	2,526.00		
03/06	2,463.00	2.20	2,540.00		
06/06	2,542.00	6.85	2,555.00		
09/06	2,665.00	10.12	2,569.00	$2,650.00	
12/06	2,665.00	7.94	2,583.00	2,654.00	
03/07	2,686.00	9.05	2,598.00	2,659.00	
06/07	2,612.00	2.75	2,612.00	2,663.00	
09/07	2,639.00	-0.98	2,627.00	2,668.00	
12/07	2,630.00	-1.31	2,642.00	2,672.00	
03/08	2,672.00	-0.52	2,657.00	2,676.00	$2,713.00
06/08	2,792.00	6.89	2,671.00	2,681.00	2,708.00
09/08	2,658.00	0.72	2,686.00	2,685.00	2,702.00
12/08	2,711.00	3.08	2,701.00	2,690.00	2,697.00
03/09	2,671.00	-0.04	2,717.00	2,694.00	2,691.00
06/09	2,694.00	-3.51	2,732.00	2,699.00	2,685.00

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	2.26 %	0.67 %	-0.82 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Property Damage

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$82.84	1.30 %	$80.83		
12/03	81.09	-2.59	80.79		
03/04	82.53	-1.21	80.75		
06/04	85.16	3.12	80.71		
09/04	80.65	-2.64	80.67		
12/04	79.85	-1.53	80.63		
03/05	79.98	-3.09	80.59		
06/05	76.36	-10.33	80.55		
09/05	77.21	-4.27	80.51		
12/05	78.10	-2.19	80.47		
03/06	76.68	-4.13	80.43		
06/06	79.84	4.56	80.39		
09/06	82.68	7.08	80.35	$81.66	
12/06	81.86	4.81	80.31	81.49	
03/07	82.15	7.13	80.27	81.33	
06/07	79.34	-0.63	80.22	81.16	
09/07	79.70	-3.60	80.18	81.00	
12/07	80.01	-2.26	80.14	80.83	
03/08	81.13	-1.24	80.10	80.67	$81.28
06/08	83.32	5.02	80.06	80.50	80.99
09/08	78.93	-0.97	80.02	80.34	80.70
12/08	79.50	-0.64	79.98	80.18	80.41
03/09	78.95	-2.69	79.94	80.02	80.12
06/09	81.59	-2.08	79.90	79.85	79.83

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-0.20 %	-0.81 %	-1.43 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Frequency
Medical

			Exponential Curve of Best Fit		
Year Ending	Actual Paid Frequency	Annual Change	24 pt.	12 pt.	6 pt.
09/03	1.0636 %	25.39 %	1.0180 %		
12/03	1.0020	0.10	1.0052		
03/04	.9417	-8.54	.9926		
06/04	.9456	-12.32	.9801		
09/04	.8953	-15.82	.9678		
12/04	.9712	-3.07	.9556		
03/05	1.0101	7.26	.9436		
06/05	1.0214	8.02	.9317		
09/05	1.0485	17.11	.9200		
12/05	.9305	-4.19	.9084		
03/06	.8734	-13.53	.8970		
06/06	.8946	-12.41	.8857		
09/06	.8304	-20.80	.8746	.8098 %	
12/06	.8265	-11.18	.8636	.8085	
03/07	.8619	-1.32	.8527	.8073	
06/07	.7782	-13.01	.8420	.8061	
09/07	.7797	-6.11	.8314	.8049	
12/07	.7717	-6.63	.8209	.8036	
03/08	.7525	-12.69	.8106	.8024	.7654 %
06/08	.8095	4.02	.8004	.8012	.7785
09/08	.7743	-0.69	.7903	.8000	.7919
12/08	.8030	4.06	.7804	.7987	.8055
03/09	.8213	9.14	.7706	.7975	.8194
06/09	.8345	3.09	.7609	.7963	.8335

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-4.94 %	-0.61 %	7.06 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Severity
Medical

Year Ending	Actual Paid Severity	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$2,400.00	-9.94 %	$2,539.00		
12/03	2,547.00	4.04	2,570.00		
03/04	2,675.00	5.61	2,601.00		
06/04	2,474.00	-6.39	2,632.00		
09/04	3,030.00	26.25	2,664.00		
12/04	2,972.00	16.69	2,696.00		
03/05	2,904.00	8.56	2,728.00		
06/05	3,032.00	22.55	2,761.00		
09/05	2,568.00	-15.25	2,794.00		
12/05	2,539.00	-14.57	2,827.00		
03/06	2,703.00	-6.92	2,861.00		
06/06	2,699.00	-10.98	2,896.00		
09/06	2,894.00	12.69	2,931.00	$2,887.00	
12/06	3,069.00	20.87	2,966.00	2,931.00	
03/07	2,861.00	5.85	3,001.00	2,976.00	
06/07	3,027.00	12.15	3,038.00	3,022.00	
09/07	2,951.00	1.97	3,074.00	3,068.00	
12/07	3,036.00	-1.08	3,111.00	3,115.00	
03/08	3,247.00	13.49	3,148.00	3,163.00	$3,258.00
06/08	3,119.00	3.04	3,186.00	3,211.00	3,281.00
09/08	3,509.00	18.91	3,224.00	3,261.00	3,304.00
12/08	3,431.00	13.01	3,263.00	3,311.00	3,327.00
03/09	3,273.00	0.80	3,302.00	3,361.00	3,350.00
06/09	3,326.00	6.64	3,342.00	3,413.00	3,373.00

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	4.89 %	6.28 %	2.81 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Medical

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$25.52	12.92 %	$25.85		
12/03	25.52	4.12	25.83		
03/04	25.19	-3.41	25.81		
06/04	23.39	-17.93	25.79		
09/04	27.13	6.31	25.77		
12/04	28.86	13.09	25.76		
03/05	29.33	16.44	25.74		
06/05	30.97	32.41	25.72		
09/05	26.92	-0.77	25.70		
12/05	23.62	-18.16	25.68		
03/06	23.61	-19.50	25.66		
06/06	24.14	-22.05	25.65		
09/06	24.03	-10.74	25.63	$23.37	
12/06	25.36	7.37	25.61	23.70	
03/07	24.66	4.45	25.59	24.02	
06/07	23.55	-2.44	25.57	24.36	
09/07	23.01	-4.24	25.56	24.69	
12/07	23.43	-7.61	25.54	25.03	
03/08	24.43	-0.93	25.52	25.38	$24.93
06/08	25.25	7.22	25.50	25.73	25.54
09/08	27.17	18.08	25.49	26.09	26.16
12/08	27.55	17.58	25.47	26.45	26.80
03/09	26.89	10.07	25.45	26.81	27.45
06/09	27.76	9.94	25.43	27.18	28.12

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-0.28 %	5.64 %	10.10 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Frequency
Uninsured / Underinsured Motorist

			Exponential Curve of Best Fit		
Year Ending	Actual Paid Frequency	Annual Change	24 pt.	12 pt.	6 pt.
09/03	.7618 %	13.53 %	.7602 %		
12/03	.7446	8.61	.7664		
03/04	.7669	9.78	.7726		
06/04	.7762	4.78	.7789		
09/04	.8012	5.17	.7852		
12/04	.8349	12.13	.7915		
03/05	.8457	10.28	.7980		
06/05	.8169	5.24	.8044		
09/05	.7841	-2.13	.8110		
12/05	.7483	-10.37	.8175		
03/06	.7648	-9.57	.8242		
06/06	.7911	-3.16	.8308		
09/06	.8377	6.84	.8376	.8731 %	
12/06	.8626	15.27	.8444	.8754	
03/07	.8595	12.38	.8512	.8777	
06/07	.8944	13.06	.8581	.8799	
09/07	.9160	9.35	.8651	.8822	
12/07	.9383	8.78	.8721	.8845	
03/08	.9494	10.46	.8792	.8868	.8985 %
06/08	.8812	-1.48	.8863	.8891	.8939
09/08	.8363	-8.70	.8935	.8914	.8895
12/08	.8776	-6.47	.9007	.8937	.8850
03/09	.8660	-8.78	.9080	.8960	.8806
06/09	.9173	4.10	.9154	.8983	.8761

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	3.28 %	1.04 %	-1.99 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Severity
Uninsured / Underinsured Motorist

Year Ending	Actual Paid Severity	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$2,548.00	-20.65 %	$2,831.00		
12/03	2,794.00	-10.99	2,844.00		
03/04	2,874.00	-1.54	2,856.00		
06/04	2,971.00	11.52	2,869.00		
09/04	2,802.00	9.97	2,881.00		
12/04	2,624.00	-6.08	2,894.00		
03/05	2,807.00	-2.33	2,907.00		
06/05	2,746.00	-7.57	2,920.00		
09/05	2,968.00	5.92	2,933.00		
12/05	3,222.00	22.79	2,946.00		
03/06	3,064.00	9.16	2,959.00		
06/06	3,205.00	16.72	2,972.00		
09/06	3,335.00	12.37	2,985.00	$3,318.00	
12/06	3,268.00	1.43	2,998.00	3,273.00	
03/07	3,386.00	10.51	3,011.00	3,230.00	
06/07	3,401.00	6.12	3,025.00	3,187.00	
09/07	3,207.00	-3.84	3,038.00	3,144.00	
12/07	3,003.00	-8.11	3,051.00	3,102.00	
03/08	2,780.00	-17.90	3,065.00	3,061.00	$2,734.00
06/08	2,585.00	-23.99	3,078.00	3,020.00	2,803.00
09/08	3,188.00	-0.59	3,092.00	2,980.00	2,874.00
12/08	2,908.00	-3.16	3,106.00	2,940.00	2,946.00
03/09	2,885.00	3.78	3,119.00	2,901.00	3,021.00
06/09	3,157.00	22.13	3,133.00	2,862.00	3,097.00

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	1.78 %	-5.23 %	10.50 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Uninsured / Underinsured Motorist

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$19.41	-9.93 %	$21.52		
12/03	20.80	-3.35	21.79		
03/04	22.04	8.09	22.07		
06/04	23.06	16.82	22.34		
09/04	22.45	15.66	22.62		
12/04	21.91	5.34	22.91		
03/05	23.74	7.71	23.20		
06/05	22.43	-2.73	23.49		
09/05	23.27	3.65	23.78		
12/05	24.11	10.04	24.08		
03/06	23.43	-1.31	24.38		
06/06	25.36	13.06	24.69		
09/06	27.94	20.07	25.00	$28.97	
12/06	28.19	16.92	25.32	28.66	
03/07	29.11	24.24	25.63	28.35	
06/07	30.42	19.95	25.96	28.04	
09/07	29.37	5.12	26.28	27.74	
12/07	28.18	-0.04	26.61	27.44	
03/08	26.39	-9.34	26.95	27.15	$24.56
06/08	22.78	-25.12	27.29	26.85	25.05
09/08	26.66	-9.23	27.63	26.56	25.56
12/08	25.52	-9.44	27.98	26.28	26.07
03/09	24.99	-5.31	28.33	25.99	26.60
06/09	28.96	27.13	28.68	25.71	27.14

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	5.12 %	-4.24 %	8.31 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Frequency
Collision

Year Ending	Actual Paid Frequency	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	5.0711 %	-9.30 %	4.9553 %		
12/03	5.1027	-5.63	4.9543		
03/04	5.1225	-3.26	4.9533		
06/04	5.0642	-2.89	4.9524		
09/04	5.0729	0.04	4.9514		
12/04	5.0035	-1.94	4.9505		
03/05	4.9420	-3.52	4.9495		
06/05	4.8077	-5.06	4.9486		
09/05	4.7639	-6.09	4.9476		
12/05	4.7153	-5.76	4.9467		
03/06	4.6420	-6.07	4.9457		
06/06	4.7597	-1.00	4.9447		
09/06	4.8306	1.40	4.9438	4.9013 %	
12/06	4.9182	4.30	4.9428	4.9136	
03/07	4.9337	6.28	4.9419	4.9259	
06/07	5.0028	5.11	4.9409	4.9382	
09/07	4.9658	2.80	4.9400	4.9506	
12/07	4.9982	1.63	4.9390	4.9630	
03/08	5.0292	1.94	4.9381	4.9754	4.9634 %
06/08	4.9173	-1.71	4.9371	4.9879	4.9770
09/08	4.9775	0.24	4.9362	5.0004	4.9905
12/08	4.9783	-0.40	4.9352	5.0129	5.0042
03/09	5.0209	-0.17	4.9343	5.0255	5.0178
06/09	5.0622	2.95	4.9333	5.0380	5.0315

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-0.08 %	1.01 %	1.10 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Severity
Collision

Year Ending	Actual Paid Severity	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$3,005.00	7.21 %	$3,027.00		
12/03	3,064.00	11.18	3,040.00		
03/04	3,065.00	5.33	3,052.00		
06/04	3,087.00	6.89	3,064.00		
09/04	3,055.00	1.66	3,077.00		
12/04	3,109.00	1.47	3,089.00		
03/05	3,049.00	-0.52	3,102.00		
06/05	3,128.00	1.33	3,114.00		
09/05	3,098.00	1.41	3,127.00		
12/05	3,180.00	2.28	3,139.00		
03/06	3,181.00	4.33	3,152.00		
06/06	3,136.00	0.26	3,165.00		
09/06	3,205.00	3.45	3,178.00	$3,172.00	
12/06	3,142.00	-1.19	3,190.00	3,185.00	
03/07	3,197.00	0.50	3,203.00	3,199.00	
06/07	3,234.00	3.13	3,216.00	3,213.00	
09/07	3,144.00	-1.90	3,229.00	3,227.00	
12/07	3,223.00	2.58	3,242.00	3,241.00	
03/08	3,269.00	2.25	3,255.00	3,255.00	$3,327.00
06/08	3,348.00	3.53	3,269.00	3,269.00	3,319.00
09/08	3,362.00	6.93	3,282.00	3,283.00	3,311.00
12/08	3,311.00	2.73	3,295.00	3,298.00	3,302.00
03/09	3,301.00	0.98	3,308.00	3,312.00	3,294.00
06/09	3,250.00	-2.93	3,322.00	3,326.00	3,286.00

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	1.63 %	1.75 %	-0.99 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Collision

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$152.39	-2.75 %	$150.01		
12/03	156.34	4.92	150.59		
03/04	156.99	1.90	151.17		
06/04	156.34	3.82	151.75		
09/04	154.98	1.70	152.33		
12/04	155.55	-0.51	152.92		
03/05	150.68	-4.02	153.51		
06/05	150.38	-3.81	154.10		
09/05	147.61	-4.76	154.69		
12/05	149.93	-3.61	155.29		
03/06	147.64	-2.02	155.89		
06/06	149.27	-0.74	156.49		
09/06	154.83	4.89	157.09	$155.45	
12/06	154.53	3.07	157.69	156.51	
03/07	157.72	6.83	158.30	157.59	
06/07	161.79	8.39	158.91	158.67	
09/07	156.13	0.84	159.52	159.76	
12/07	161.09	4.25	160.14	160.85	
03/08	164.39	4.23	160.75	161.96	$165.14
06/08	164.65	1.77	161.37	163.07	165.18
09/08	167.33	7.17	161.99	164.19	165.22
12/08	164.83	2.32	162.62	165.31	165.26
03/09	165.73	0.82	163.24	166.45	165.30
06/09	164.53	-0.07	163.87	167.59	165.34

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	1.55 %	2.77 %	0.10 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Frequency
Comprehensive

Year Ending	Actual Paid Frequency	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	9.6970 %	-5.26 %	9.5054 %		
12/03	9.5232	-4.24	9.3710		
03/04	9.3447	-5.51	9.2384		
06/04	9.3417	-2.92	9.1078		
09/04	8.8354	-8.89	8.9789		
12/04	8.7170	-8.47	8.8519		
03/05	8.7521	-6.34	8.7267		
06/05	8.4934	-9.08	8.6033		
09/05	8.4207	-4.69	8.4816		
12/05	8.4495	-3.07	8.3617		
03/06	8.0697	-7.80	8.2434		
06/06	8.1420	-4.14	8.1268		
09/06	7.9711	-5.34	8.0119	7.8428 %	
12/06	7.8709	-6.85	7.8986	7.7601	
03/07	7.8295	-2.98	7.7868	7.6783	
06/07	7.4831	-8.09	7.6767	7.5974	
09/07	7.2972	-8.45	7.5681	7.5173	
12/07	7.2357	-8.07	7.4611	7.4381	
03/08	7.1522	-8.65	7.3556	7.3596	7.3270 %
06/08	7.3986	-1.13	7.2515	7.2821	7.2736
09/08	7.3263	0.40	7.1490	7.2053	7.2206
12/08	7.1472	-1.22	7.0479	7.1294	7.1679
03/09	7.2216	0.97	6.9482	7.0542	7.1157
06/09	6.9288	-6.35	6.8499	6.9799	7.0638

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-5.54 %	-4.15 %	-2.88 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Severity
Comprehensive

Year Ending	Actual Paid Severity	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$690.00	5.83 %	$656.00		
12/03	703.00	7.49	662.00		
03/04	720.00	9.92	669.00		
06/04	720.00	5.57	675.00		
09/04	703.00	1.88	682.00		
12/04	710.00	1.00	689.00		
03/05	713.00	-0.97	696.00		
06/05	673.00	-6.53	703.00		
09/05	677.00	-3.70	709.00		
12/05	696.00	-1.97	716.00		
03/06	675.00	-5.33	724.00		
06/06	703.00	4.46	731.00		
09/06	702.00	3.69	738.00	$649.00	
12/06	692.00	-0.57	745.00	670.00	
03/07	697.00	3.26	753.00	692.00	
06/07	665.00	-5.41	760.00	714.00	
09/07	685.00	-2.42	767.00	736.00	
12/07	715.00	3.32	775.00	760.00	
03/08	747.00	7.17	783.00	784.00	$792.00
06/08	836.00	25.71	790.00	809.00	819.00
09/08	872.00	27.30	798.00	835.00	847.00
12/08	913.00	27.69	806.00	862.00	875.00
03/09	941.00	25.97	814.00	889.00	904.00
06/09	869.00	3.95	822.00	918.00	935.00

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	4.01 %	13.41 %	14.14 %

Allstate Insurance Company and Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Loss Trends - Pure Premium
Comprehensive

Year Ending	Actual Paid Pure Premium	Annual Change	Exponential Curve of Best Fit 24 pt.	12 pt.	6 pt.
09/03	$66.94	0.27 %	$62.36		
12/03	66.94	2.91	62.08		
03/04	67.30	3.91	61.81		
06/04	67.25	2.50	61.53		
09/04	62.16	-7.14	61.26		
12/04	61.93	-7.48	60.99		
03/05	62.44	-7.22	60.72		
06/05	57.12	-15.06	60.45		
09/05	56.99	-8.32	60.18		
12/05	58.85	-4.97	59.92		
03/06	54.47	-12.76	59.65		
06/06	57.27	0.26	59.39		
09/06	55.96	-1.81	59.13	$50.92	
12/06	54.50	-7.39	58.86	52.00	
03/07	54.54	0.13	58.60	53.09	
06/07	49.75	-13.13	58.34	54.21	
09/07	50.00	-10.65	58.09	55.36	
12/07	51.72	-5.10	57.83	56.53	
03/08	53.40	-2.09	57.57	57.72	$58.05
06/08	61.85	24.32	57.32	58.93	59.56
09/08	63.90	27.80	57.06	60.18	61.12
12/08	65.24	26.14	56.81	61.45	62.72
03/09	67.97	27.28	56.56	62.74	64.36
06/09	60.21	-2.65	56.31	64.07	66.05

Regression	24 pt.	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-1.76 %	8.71 %	10.88 %

APPENDIX C
PREMIUM TRENDS

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Premium Trends
Bodily Injury

Year Ending	Average Written Premium @ CRL	Annual Change	Exponential Curve of Best Fit 12 pt.	6 pt.
09/06	$197.69	0.00 %	$195.87	
12/06	192.97	-8.59	193.61	
03/07	190.66	-6.60	191.37	
06/07	187.98	-6.56	189.15	
09/07	186.09	-5.87	186.96	
12/07	184.23	-4.53	184.80	
03/08	183.69	-3.66	182.66	$183.96
06/08	181.19	-3.61	180.55	181.46
09/08	179.36	-3.62	178.46	178.99
12/08	177.13	-3.85	176.39	176.55
03/09	174.27	-5.13	174.35	174.15
06/09	171.26	-5.48	172.33	171.78

Regression	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-4.55 %	-5.33 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Premium Trends
Property Damage

Year Ending	Average Written Premium @ CRL	Annual Change	Exponential Curve of Best Fit 12 pt.	6 pt.
09/06	$179.03	0.00 %	$177.85	
12/06	175.35	-7.22	175.89	
03/07	173.38	-6.04	173.96	
06/07	171.43	-5.62	172.05	
09/07	169.95	-5.07	170.16	
12/07	168.04	-4.17	168.29	
03/08	166.62	-3.90	166.44	$167.06
06/08	165.04	-3.73	164.61	165.05
09/08	163.34	-3.89	162.80	163.06
12/08	161.61	-3.83	161.01	161.09
03/09	159.45	-4.30	159.25	159.15
06/09	156.58	-5.13	157.50	157.23

Regression	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-4.32 %	-4.74 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Premium Trends
Medical

Year Ending	Average Written Premium @ CRL	Annual Change	Exponential Curve of Best Fit 12 pt.	6 pt.
09/06	$51.74	0.00 %	$51.28	
12/06	50.34	-9.70	50.57	
03/07	49.77	-8.09	49.87	
06/07	49.05	-6.91	49.18	
09/07	48.48	-6.30	48.51	
12/07	47.77	-5.11	47.84	
03/08	47.04	-5.49	47.18	$47.15
06/08	46.47	-5.26	46.53	46.52
09/08	46.00	-5.12	45.89	45.90
12/08	45.43	-4.90	45.25	45.28
03/09	44.80	-4.76	44.63	44.67
06/09	43.85	-5.64	44.01	44.07

Regression	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	-5.40 %	-5.27 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Premium Trends
Uninsured / Underinsured Motorist

Year Ending	Average Written Premium @ CRL	Annual Change	Exponential Curve of Best Fit 12 pt.	6 pt.
09/06	$63.18	0.00 %	$63.36	
12/06	63.31	0.38	63.38	
03/07	63.43	1.18	63.41	
06/07	63.39	0.25	63.43	
09/07	63.55	0.59	63.45	
12/07	63.59	0.44	63.47	
03/08	63.66	0.36	63.50	$63.69
06/08	63.67	0.44	63.52	63.64
09/08	63.59	0.06	63.54	63.59
12/08	63.57	-0.03	63.57	63.54
03/09	63.46	-0.31	63.59	63.49
06/09	63.44	-0.36	63.61	63.44

Regression	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	0.15 %	-0.31 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Premium Trends
Collision

Year Ending	Average Written Premium @ CRL	Annual Change	Exponential Curve of Best Fit 12 pt.	6 pt.
09/06	$366.82	0.00 %	$366.81	
12/06	366.25	-1.35	367.99	
03/07	368.14	0.08	369.16	
06/07	370.08	0.57	370.35	
09/07	372.49	1.55	371.53	
12/07	373.84	2.07	372.73	
03/08	374.61	1.76	373.92	$375.97
06/08	376.56	1.75	375.12	376.42
09/08	377.91	1.46	376.32	376.87
12/08	378.46	1.24	377.53	377.31
03/09	378.62	1.07	378.74	377.76
06/09	376.39	-0.05	379.95	378.21

Regression	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	1.29 %	0.48 %

Allstate Property & Casualty Insurance Company
Private Passenger Auto
Arkansas

Premium Trends
Comprehensive

Year Ending	Average Written Premium @ CRL	Annual Change	Exponential Curve of Best Fit 12 pt.	6 pt.
09/06	$217.78	0.00 %	$218.21	
12/06	216.84	-2.85	218.32	
03/07	217.67	-1.54	218.43	
06/07	218.50	-0.44	218.54	
09/07	219.48	0.78	218.65	
12/07	220.02	1.47	218.76	
03/08	219.76	0.96	218.87	$220.70
06/08	220.32	0.83	218.98	220.12
09/08	220.20	0.33	219.09	219.55
12/08	219.73	-0.13	219.21	218.97
03/09	218.79	-0.44	219.32	218.40
06/09	216.77	-1.61	219.43	217.83

Regression	12 pt.	6 pt.
Avg Annual Percent Change Based on Best Fit:	0.20 %	-1.04 %

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
PRIVATE PASSENGER AUTOMOBILE
ARKANSAS

ATTACHMENT C
FULLPAY DISCOUNT

With this filing, Allstate is introducing the FullPay Discount.

This discount will apply to both new business and renewal business whose policy premium is paid in full. These qualifying customers will receive a 10% discount to Bodily Injury, Property Damage, Medical, Collision and Comprehensive coverages. Please see Rule 42 in the rule manual for further details.

Allstate analyzed the FullPay Discount on a residual basis, summarized as follows: using countrywide* data from 2004 and 2005, exposures were adjusted by all of the indicated multivariate rating plan factors. This ensured that the FullPay Discount variable would not reflect experience differences that other rating plans had accounted for in the multivariate analysis. Rather, the FullPay Discount variable would only reflect the experience which was not already explained by any other rating variable(s). Please see **Attachment C, Exhibit 1.0** for the indicated and selected factor for all applicable coverages.

Arkansas specific loss experience was not credible enough on its own to develop an indicated FullPay Discount percentage. Therefore, Allstate felt it needed to rely on more credible, countrywide* data to perform this analysis. We believe this should result in a more accurate and stable indicated discount. Note that after implementation of this new discount and as experience emerges in Arkansas, Arkansas specific data will be reviewed to ensure that the discount percentage remains appropriate in the state.

Arkansas specific data is provided in Attachment C, Exhibit 2.0, but as described above, countrywide* data was relied upon for this analysis due to the lack of credibility in the Arkansas specific data.

Note that the indicated FullPay Discount is a reflection of the expected difference in loss experience between those policies who pay their premium in full and those who do not. It is separate and unrelated to installment fees collected by Allstate, which are collected to cover indirect and overhead expenses that are difficult to quantify and allocate directly to billing transactions.

In order to target proposed change by coverage listed in Attachment A, an assumption was made regarding the percentage of policies that will choose to pay in full. Today 29% of policies pay in full. It is assumed that with the introduction of this discount an additional 7% of policies will choose to pay their premium in full, thereby receiving the FullPay Discount.

*excluding CA, TX, HI, MI, NC, NJ, MA

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
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FullPay Discount	Total Coverage	
	Indicated	Selected
Yes	0.90	0.90
No	1.00	1.00

Allstate Insurance Company & Allstate Property and Casualty Insurance Company
Private Passenger Automobile
Arkansas

Total Coverage* Loss Ratio Relativity for FullPay Segment

Year	FullPay Discount	% Exposure	Loss Ratio	Loss Ratio Relativity
2005	No	70%	0.45	1.00
2005	Yes	30%	0.45	0.99
2006	No	70%	0.49	1.00
2006	Yes	30%	0.44	0.89
2007	No	72%	0.52	1.00
2007	Yes	28%	0.51	0.99
Overall	**No**	**71%**	0.49	1.00
Overall	**Yes**	**29%**	**0.46**	**0.96**

*Bodily Injury, Property Damage, Medical, Collision, and Comprehensive

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
PRIVATE PASSENGER AUTOMOBILE
ARKANSAS

ATTACHMENT D
RATE LEVEL IMPACT OF REVISION

The impacts shown below have been measured using an extension of exposures method and a recent snapshot of policyholders in AP&C with an estimated FullPay discount distribution. Please note that these impacts are not the total impacts. The total rate level impacts by coverage are shown in the Summary subsection of this attachment.

Rate Level Impact due to the Introduction of FullPay Discount

The rate level impact of the above rating plan introduction detailed in **Attachment C** is shown below.

Coverage	Rate Level Impact
Bodily Injury	-3.5%
Property Damage	-3.5%
Medical	-3.6%
Uninsured Motorists	N/C
Underinsured Motorists	N/C
Collision	-3.5%
Comprehensive	-3.6%
Overall	**-3.3%**

Revision of Rate Adjustment Factors

To achieve the selected rate level changes for the rating program, Rate Adjustment Factors (RAF) will be revised for the following coverages: Bodily Injury, Property Damage, Medical, Collision, and Comprehensive.

These selections along with the revision of rating plan factors shown above will achieve the selected rate level changes shown in **Attachment A**.

Coverage	Current RAF	Proposed RAF	Rate Level Impact
Bodily Injury	1.296	1.370	5.7%
Property Damage	1.290	1.365	5.7%
Medical	1.707	1.894	11.0%
Uninsured Motorists	1.023	1.023	N/C
Underinsured Motorists	1.020	1.020	N/C
Collision	1.041	1.014	-2.6%
Comprehensive	1.044	0.931	-10.8%
Overall			**0.0%**

A RAF is applied to the territorial base rate uniformly by coverage. A revision of a RAF is equivalent to a territorial base rate change that does not vary across territories.

Summary of Rate Level Impact

The combined impact of the rating plan factor revisions and RAF revisions is shown below.

Coverage	Rate Level Impact due to Rating Plan Factor Changes	Rate Level Impact due to RAF Changes	Total Rate Level Impact
Bodily Injury	-3.5%	5.7%	2.0%
Property Damage	-3.5%	5.7%	2.0%
Medical	-3.6%	11.0%	7.0%
Uninsured Motorists	N/C	N/C	N/C
Underinsured Motorists	N/C	N/C	N/C
Collision	-3.5%	-2.6%	-6.0%
Comprehensive	-3.6%	-10.8%	-14.0%
Overall	**-3.3%**	**0.0%**	**-3.3%**

Summary of Rate Level Impact

A histogram of estimated policyholder impacts is shown on Exhibit 1.0 of this attachment.

ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
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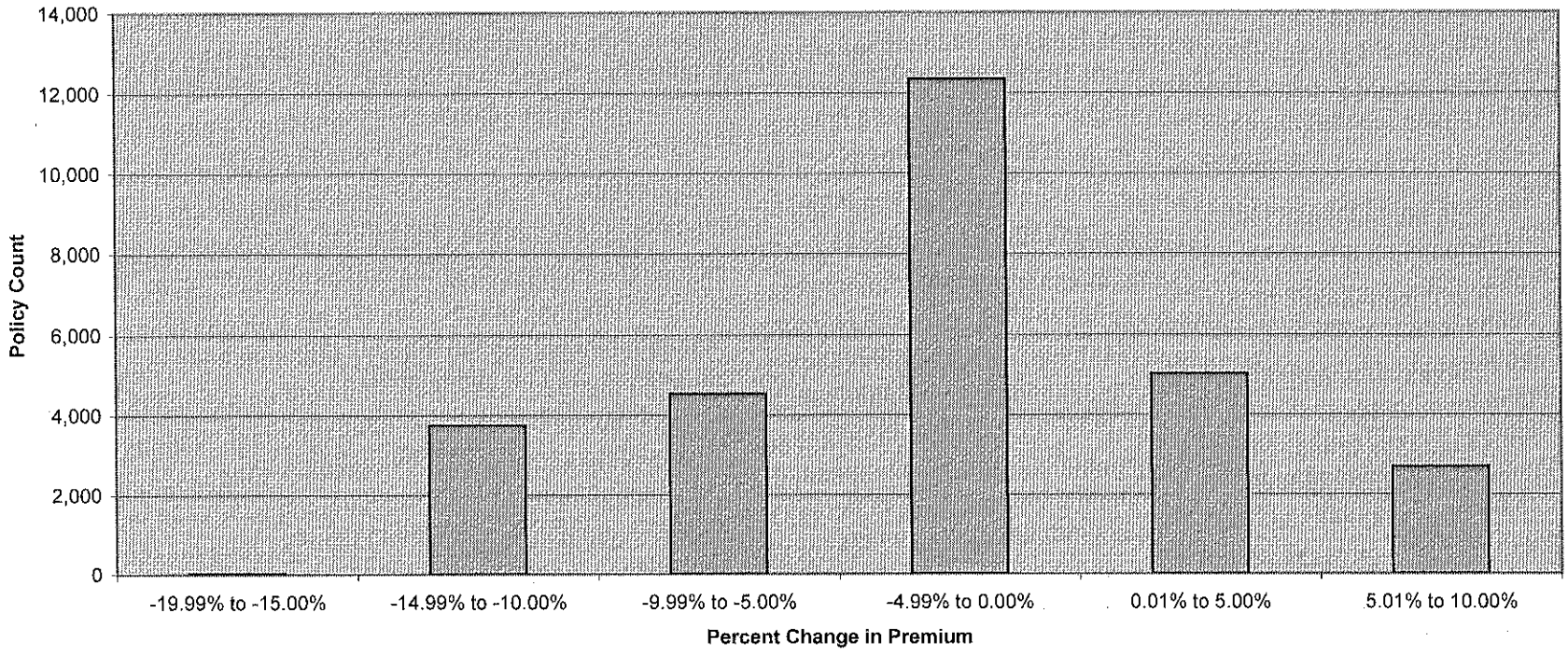
Estimated Policyholder Impacts Associated with R22306



ALLSTATE PROPERTY AND CASUALTY INSURANCE COMPANY
PRIVATE PASSENGER AUTO
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ATTACHMENT E
SUMMARY OF MANUAL CHANGES

Rule Pages

Page I-2 – Index: Added FullPay Discount to Index

Page 42-1 – Rule 42: Updated Rule 42 as FullPay Discount

Rate Pages

RP-2A – Premium Calculation:
Updated Rate Adjustment Factors by coverage; added FullPay Discount as a step and adjusted numbering

RP-3A – New Car Expanded Protection Premium Calculation:
Updated Rate Adjustment Factors by coverage; added FullPay Discount as a step and adjusted numbering

RP-19A – Rating Factors:
Added 10% FullPay Discount