

SERFF Tracking Number: REGU-127380806 State: Arkansas  
Filing Company: National Security Fire & Casualty Company State Tracking Number:  
Company Tracking Number: NSFC-HO-11-AR-01  
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations  
Product Name: Limited Homeowners Program  
Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

## Filing at a Glance

Company: National Security Fire & Casualty Company

Product Name: Limited Homeowners Program SERFF Tr Num: REGU-127380806 State: Arkansas

TOI: 04.0 Homeowners SERFF Status: Closed-Filed State Tr Num:

Sub-TOI: 04.0000 Homeowners Sub-TOI Co Tr Num: NSFC-HO-11-AR-01 State Status:

Combinations

Filing Type: Rate

Reviewer(s): Becky Harrington,  
Nancy Horton

Author: John Battles

Disposition Date: 09/07/2011

Date Submitted: 08/22/2011

Disposition Status: Filed

Effective Date Requested (New): 11/15/2011

Effective Date (New): 11/15/2011

Effective Date Requested (Renewal): 01/15/2012

Effective Date (Renewal):

11/15/2011

State Filing Description:

## General Information

Project Name: 2010 Rate Level Review and Filing

Status of Filing in Domicile: Authorized

Project Number: NSFC-HO-11-AR-01

Domicile Status Comments:

Reference Organization: American Association of Insurance Services  
(AAIS)

Reference Number: N/A

Reference Title: N/A

Advisory Org. Circular: N/A

Filing Status Changed: 09/07/2011

State Status Changed:

Deemer Date:

Created By: John Battles

Submitted By: John Battles

Corresponding Filing Tracking Number:

Filing Description:

National Security Fire and Casualty Company (NSFC) made its initial filing to introduce a new Limited Homeowners program in Arkansas effective October 1, 2000. The initial filing adopted the American Association of Insurance Services (AAIS) Homeowners program (loss costs, rules and forms) as contained in AAIS Revision 8.0. Subsequently, NSFC has filed the following revisions:

1. Effective September 30, 2002 - Adoption of AAIS Rev. 9.0 loss costs with originally filed loss cost multiplier (LCM) of 1.504.
2. Effective November 1, 2004 - Revision of the NSFC LCM from 1.504 to 1.597 and implementation of a Loss Cost

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Modification factor of +8.3%.

3. Effective May 1, 2007 – Adoption of AAIS Loss Cost Revision 06 05 and +19.3 Rate Increase
4. Effective August 4, 2008 – Adoption of AAIS Manual Revision 07 07 and +15.0% Rate Increase
5. Effective November 15, 2010 – +10.0% Rate Increase

This filing proposes an overall statewide change of +15.0%. This change will apply to both of the Arkansas territories for this program.

Enclosed for your review are the following:

1. Required State Filing Forms
2. Filing Memorandum
3. Rate Level Exhibits
4. Manual Pages

A check in the amount of \$100.00 is attached to cover the required filing fee.

We request that this filing become effective November 15, 2011 for new business and January 15, 2012 for renewals. This is the anniversary date of the last rate filing in Arkansas.

## Company and Contact

### Filing Contact Information

John Battles, President johnbattles@ircllc.com  
50 Broad Street 941-926-0144 [Phone]  
Suite 501  
New York, NY 10004

### Filing Company Information

(This filing was made by a third party - insuranceregulatoryconsultantsllc)

National Security Fire & Casualty Company	CoCode: 12114	State of Domicile: Alabama
661 East Davis Street	Group Code: 316	Company Type:
Elba, AL 36232	Group Name:	State ID Number:
(334) 897-2273 ext. [Phone]	FEIN Number: 63-0415525	

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## Filing Fees

SERFF Tracking Number: REGU-127380806 State: Arkansas  
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Fee Required? Yes  
Fee Amount: \$100.00  
Retaliatory? No  
Fee Explanation: \$100 for rate filing in Arkansas  
Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
National Security Fire & Casualty Company	\$100.00	08/22/2011	50833271

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## Correspondence Summary

### Dispositions

Status	Created By	Created On	Date Submitted
Filed	Becky Harrington	09/07/2011	09/07/2011

### Objection Letters and Response Letters

Objection Letters				Response Letters		
Status	Created By	Created On	Date Submitted	Responded By	Created On	Date Submitted
Pending Industry Response	Becky Harrington	08/24/2011	08/24/2011	John Battles	09/06/2011	09/06/2011
Pending Industry Response	Becky Harrington	08/24/2011	08/24/2011	John Battles	08/24/2011	08/24/2011

SERFF Tracking Number: REGU-127380806 State: Arkansas  
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 Product Name: Limited Homeowners Program  
 Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

## Disposition

Disposition Date: 09/07/2011  
 Effective Date (New): 11/15/2011  
 Effective Date (Renewal): 11/15/2011  
 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):
National Security Fire & Casualty Company	31.900%	10.000%	\$196,369	3,440	\$1,963,693	10.000%	10.000%

SERFF Tracking Number: REGU-127380806 State: Arkansas  
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Schedule	Schedule Item	Schedule Item Status	Public Access
Supporting Document	Form RF-2 Loss Costs Only (not for workers' compensation)		Yes
Supporting Document	H-1 Homeowners Abstract	Filed	Yes
Supporting Document (revised)	HPCS-Homeowners Premium Comparison Survey	Filed	Yes
Supporting Document	HPCS-Homeowners Premium Comparison Survey		Yes
Supporting Document	HPCS-Homeowners Premium Comparison Survey		Yes
Supporting Document (revised)	NAIC loss cost data entry document	Filed	Yes
Supporting Document	NAIC loss cost data entry document		Yes
Supporting Document	Actuarial Memorandum and Supporting Rate Level Exhibits	Filed	Yes
Rate (revised)	NATIONAL SECURITY FIRE AND CASUALTY COMPANY LIMITED HOMEOWNERS PROGRAM ARKANSAS ANNUAL RATES	Filed	Yes
Rate	NATIONAL SECURITY FIRE AND CASUALTY COMPANY LIMITED HOMEOWNERS PROGRAM ARKANSAS ANNUAL RATES		Yes

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## Objection Letter

Objection Letter Status Pending Industry Response

Objection Letter Date 08/24/2011

Submitted Date 08/24/2011

Respond By Date

Dear John Battles,

This will acknowledge receipt of the recent response.

All rate changes greater than 6% are reviewed by Commissioner Bradford.

Objection 1

Comment: Please amend the overall increase to 10% per Commissioner Bradford's review.

Please provide an amended HPCS.

NOTICE regarding, corrections to filings and scrivener's Errors:

Effective for all filings made on or after June 1, 2011, Arkansas no longer allows the re-opening of closed filings for corrections, changes in effective dates, scrivener's errors, amendments or substantive changes. Please see the General Instructions for how these events will be handled after the effective date of the change."

Sincerely,

Becky Harrington

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Product Name: Limited Homeowners Program  
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## Response Letter

Response Letter Status Submitted to State  
Response Letter Date 09/06/2011  
Submitted Date 09/06/2011

Dear Becky Harrington,

### Comments:

This will confirm receipt of and respond to your Objection Letter dated August 24, 2011 regarding the captioned filing. Please note the following:

### Response 1

Comments: We have revised the overall increase amount to 10%. The following filing documents have been revised and are attached:

1. Form HPCS – Homeowners Premium Comparison Survey
2. Form RF-1 – Rate Filing Abstract
3. Final Rate Pages - FC-995(12/2011) - Arkansas HO Rates 3-10

In addition to the above, we have completed a “Post Submission Update” and revised the “rate data” accordingly.

### Related Objection 1

Comment:

Please amend the overall increase to 10% per Commissioner Bradford's review.

### Changed Items:

#### Supporting Document Schedule Item Changes

Satisfied -Name: HPCS-Homeowners Premium Comparison Survey

Comment:

Satisfied -Name: NAIC loss cost data entry document

Comment:

No Form Schedule items changed.

### Rate/Rule Schedule Item Changes

Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing #
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Product Name: Limited Homeowners Program  
Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

NATIONAL SECURITY FIRE FC-995(11/2010) Arkansas Replacement REGU-126831953  
AND CASUALTY COMPANY HO Rates  
LIMITED HOMEOWNERS  
PROGRAM ARKANSAS  
ANNUAL RATES

**Previous Version**

NATIONAL SECURITY FIRE FC-995(11/2010) Arkansas Replacement REGU-126831953  
AND CASUALTY COMPANY HO Rates  
LIMITED HOMEOWNERS  
PROGRAM ARKANSAS  
ANNUAL RATES

If you should have any questions or require any additional information, please do not hesitate to contact me at the numbers or e-mail address below.

John Battles  
(941) 926-0144 (phone)  
(212) 571-2502 (fax)  
johnbattles@ircllc.com (e-mail)

Sincerely,  
John Battles

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Company Tracking Number: NSFC-HO-11-AR-01  
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations  
Product Name: Limited Homeowners Program  
Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

## Objection Letter

Objection Letter Status Pending Industry Response

Objection Letter Date 08/24/2011

Submitted Date 08/24/2011

Respond By Date

Dear John Battles,

This will acknowledge receipt of the captioned filing.

Objection 1

Comment: The HPCS appears to be a zip folder/file. This is unacceptable. Please re-submit as a xls file extension.

NOTICE regarding, corrections to filings and scrivener's Errors:

Effective for all filings made on or after June 1, 2011, Arkansas no longer allows the re-opening of closed filings for corrections, changes in effective dates, scrivener's errors, amendments or substantive changes. Please see the General Instructions for how these events will be handled after the effective date of the change."

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

Sincerely,

Becky Harrington

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Company Tracking Number: NSFC-HO-11-AR-01  
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations  
Product Name: Limited Homeowners Program  
Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

## Response Letter

Response Letter Status Submitted to State  
Response Letter Date 08/24/2011  
Submitted Date 08/24/2011

Dear Becky Harrington,

### Comments:

This will confirm receipt of and respond to your Objection Letter.

### Response 1

Comments: Please note that we save the EXCEL file using the most recent version of EXCEL (i.e. .xlsm file) and we understand that SERFF does not support this format. We have attached the >xls version of this file.

### Related Objection 1

Comment:

The HPCS appears to be a zip folder/file. This is unacceptable. Please re-submit as a xls file extension.

### Changed Items:

#### Supporting Document Schedule Item Changes

Satisfied -Name: HPCS-Homeowners Premium Comparison Survey

Comment:

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

Thank you.

Sincerely,  
John Battles

SERFF Tracking Number: REGU-127380806 State: Arkansas  
Filing Company: National Security Fire & Casualty Company State Tracking Number:  
Company Tracking Number: NSFC-HO-11-AR-01  
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Product Name: Limited Homeowners Program  
Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

**Post Submission Update Request Processed On 09/07/2011**

**Status:** Allowed  
**Created By:** John Battles  
**Processed By:** Becky Harrington  
**Comments:** Per our general instructions we are not allowing post-submission updates on closed filings. However, an exception is being made for this filing only since it was processed today and post-submission was received today.

**General Information:**

<b>Field Name</b>	<b>Requested Change</b>	<b>Prior Value</b>
Effective Date Requested (Renew)	01/15/2012	11/15/2011

SERFF Tracking Number: REGU-127380806 State: Arkansas  
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TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations  
Product Name: Limited Homeowners Program  
Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

**Post Submission Update Request Processed On 09/07/2011**

**Status:** Allowed  
**Created By:** John Battles  
**Processed By:** Becky Harrington  
**Comments:** Overall reduced to 10% from 15% per Dept's request.

**Company Rate Information:**

<b>Company Name:National Security Fire &amp; Casualty Company</b>		
<b>Field Name</b>	<b>Requested Change</b>	<b>Prior Value</b>
Overall % Rate Impact	10.000%	15.000%
Written Premium Change for this Program	\$196369	\$294554
Maximum %Change (where required)	10.000%	15.000%
Minimum %Change (where required)	10.000%	15.000%

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 Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

**Rate Information**

Rate data applies to filing.

**Filing Method:** Prior Approval  
**Rate Change Type:** Increase  
**Overall Percentage of Last Rate Revision:** 10.000%  
**Effective Date of Last Rate Revision:** 11/15/2010  
**Filing Method of Last Filing:** Prior Approval

**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):
National Security Fire & Casualty Company	31.900%	10.000%	\$196,369	3,440	\$1,963,693	10.000%	10.000%

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 Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

## Rate/Rule Schedule

Schedule Item	Exhibit Name:	Rule # or Page	Rate Action	Previous State Filing Attachments
Status:		#:		Number:
Filed 09/07/2011	NATIONAL SECURITY FIRE AND CASUALTY COMPANY LIMITED HOMEOWNERS PROGRAM ARKANSAS ANNUAL RATES	FC-995(11/2010) Arkansas HO Rates	Replacement	REGU-126831953 Rate Pages Prop. Eff 11-15-2011 Rev 9-6-11.pdf

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
FRAME DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$575	\$607	\$639	\$736	\$975	\$1,337
\$26,000	\$581	\$614	\$646	\$744	\$986	\$1,352
\$27,000	\$587	\$621	\$653	\$751	\$995	\$1,366
\$28,000	\$593	\$627	\$660	\$759	\$1,005	\$1,380
\$29,000	\$599	\$633	\$666	\$767	\$1,016	\$1,393
\$30,000	\$605	\$639	\$672	\$774	\$1,025	\$1,407
\$31,000	\$611	\$645	\$680	\$782	\$1,036	\$1,421
\$32,000	\$618	\$653	\$686	\$789	\$1,046	\$1,436
\$33,000	\$624	\$659	\$694	\$797	\$1,056	\$1,450
\$34,000	\$630	\$665	\$700	\$805	\$1,066	\$1,463
\$35,000	\$636	\$671	\$706	\$812	\$1,077	\$1,477
\$36,000	\$642	\$677	\$713	\$820	\$1,088	\$1,491
\$37,000	\$648	\$683	\$719	\$827	\$1,097	\$1,504
\$38,000	\$654	\$691	\$726	\$835	\$1,107	\$1,519
\$39,000	\$660	\$697	\$733	\$843	\$1,118	\$1,533
\$40,000	\$666	\$703	\$739	\$850	\$1,127	\$1,547
\$41,000	\$671	\$709	\$747	\$858	\$1,138	\$1,561
\$42,000	\$677	\$715	\$753	\$865	\$1,148	\$1,574
\$43,000	\$683	\$721	\$759	\$873	\$1,157	\$1,588
\$44,000	\$689	\$727	\$767	\$881	\$1,168	\$1,603
\$45,000	\$695	\$735	\$773	\$888	\$1,179	\$1,617
\$46,000	\$701	\$741	\$779	\$896	\$1,188	\$1,631
\$47,000	\$707	\$747	\$786	\$903	\$1,199	\$1,644
\$48,000	\$713	\$753	\$792	\$911	\$1,209	\$1,658
\$49,000	\$719	\$759	\$800	\$919	\$1,218	\$1,672
\$50,000	\$726	\$765	\$806	\$926	\$1,229	\$1,685
\$51,000	\$732	\$773	\$812	\$934	\$1,240	\$1,700
\$52,000	\$738	\$779	\$820	\$943	\$1,249	\$1,714
\$53,000	\$744	\$785	\$826	\$951	\$1,259	\$1,728
\$54,000	\$750	\$791	\$832	\$958	\$1,270	\$1,742
\$55,000	\$756	\$797	\$840	\$966	\$1,279	\$1,755
\$56,000	\$762	\$803	\$846	\$973	\$1,290	\$1,769
\$57,000	\$768	\$811	\$853	\$981	\$1,300	\$1,784
\$58,000	\$774	\$817	\$859	\$989	\$1,310	\$1,798
\$59,000	\$779	\$823	\$865	\$996	\$1,320	\$1,812
\$60,000	\$785	\$829	\$873	\$1,004	\$1,331	\$1,825

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
FRAME DWELLING  
\$500 DEDUCTIBLE**

Amount	PROTECTION CLASSES					
	1 - 3	4 - 5	6 - 7	8	9	10
\$61,000	\$791	\$835	\$879	\$1,011	\$1,340	\$1,839
\$62,000	\$797	\$841	\$887	\$1,019	\$1,351	\$1,853
\$63,000	\$803	\$849	\$893	\$1,027	\$1,361	\$1,868
\$64,000	\$809	\$855	\$899	\$1,034	\$1,370	\$1,881
\$65,000	\$815	\$861	\$907	\$1,042	\$1,381	\$1,895
\$66,000	\$821	\$867	\$913	\$1,049	\$1,390	\$1,907
\$67,000	\$826	\$873	\$919	\$1,056	\$1,401	\$1,921
\$68,000	\$832	\$879	\$925	\$1,063	\$1,410	\$1,935
\$69,000	\$838	\$884	\$931	\$1,071	\$1,419	\$1,947
\$70,000	\$843	\$890	\$937	\$1,077	\$1,428	\$1,961
\$71,000	\$849	\$896	\$943	\$1,084	\$1,437	\$1,973
\$72,000	\$853	\$900	\$949	\$1,091	\$1,446	\$1,985
\$73,000	\$859	\$907	\$954	\$1,098	\$1,456	\$1,996
\$74,000	\$864	\$913	\$960	\$1,104	\$1,463	\$2,008
\$75,000	\$870	\$917	\$966	\$1,110	\$1,472	\$2,020
\$76,000	\$875	\$923	\$972	\$1,118	\$1,481	\$2,032
\$77,000	\$879	\$928	\$976	\$1,124	\$1,489	\$2,044
\$78,000	\$884	\$934	\$983	\$1,130	\$1,498	\$2,055
\$79,000	\$890	\$938	\$989	\$1,136	\$1,507	\$2,067
\$80,000	\$894	\$945	\$993	\$1,142	\$1,515	\$2,079
\$81,000	\$899	\$949	\$999	\$1,148	\$1,523	\$2,090
\$82,000	\$903	\$954	\$1,004	\$1,154	\$1,530	\$2,101
\$83,000	\$908	\$958	\$1,008	\$1,161	\$1,538	\$2,111
\$84,000	\$913	\$963	\$1,015	\$1,167	\$1,547	\$2,122
\$85,000	\$917	\$969	\$1,019	\$1,173	\$1,554	\$2,132
\$86,000	\$923	\$973	\$1,025	\$1,179	\$1,562	\$2,145
\$87,000	\$928	\$980	\$1,031	\$1,185	\$1,571	\$2,157
\$88,000	\$932	\$984	\$1,037	\$1,192	\$1,580	\$2,167
\$89,000	\$938	\$990	\$1,042	\$1,199	\$1,589	\$2,180
\$90,000	\$943	\$996	\$1,048	\$1,205	\$1,599	\$2,192
\$91,000	\$949	\$1,001	\$1,054	\$1,212	\$1,608	\$2,205
\$92,000	\$954	\$1,007	\$1,060	\$1,220	\$1,617	\$2,218
\$93,000	\$960	\$1,013	\$1,066	\$1,226	\$1,626	\$2,230
\$94,000	\$964	\$1,019	\$1,072	\$1,234	\$1,635	\$2,242
\$95,000	\$970	\$1,024	\$1,078	\$1,240	\$1,644	\$2,256
\$96,000	\$976	\$1,030	\$1,084	\$1,247	\$1,653	\$2,268
\$97,000	\$983	\$1,036	\$1,091	\$1,255	\$1,664	\$2,282
\$98,000	\$987	\$1,042	\$1,098	\$1,262	\$1,673	\$2,295
\$99,000	\$993	\$1,048	\$1,104	\$1,270	\$1,682	\$2,309
\$100,000	\$999	\$1,054	\$1,110	\$1,276	\$1,693	\$2,323

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$513	\$540	\$569	\$654	\$838	\$1,171
\$26,000	\$517	\$546	\$575	\$662	\$847	\$1,185
\$27,000	\$523	\$552	\$581	\$668	\$856	\$1,197
\$28,000	\$528	\$557	\$587	\$675	\$864	\$1,209
\$29,000	\$534	\$563	\$593	\$681	\$873	\$1,221
\$30,000	\$538	\$569	\$599	\$689	\$882	\$1,234
\$31,000	\$545	\$575	\$604	\$695	\$891	\$1,246
\$32,000	\$549	\$580	\$610	\$703	\$899	\$1,258
\$33,000	\$555	\$586	\$616	\$709	\$908	\$1,270
\$34,000	\$560	\$592	\$622	\$715	\$917	\$1,282
\$35,000	\$566	\$596	\$628	\$722	\$926	\$1,294
\$36,000	\$570	\$602	\$634	\$729	\$934	\$1,307
\$37,000	\$576	\$608	\$640	\$736	\$943	\$1,319
\$38,000	\$581	\$613	\$646	\$742	\$952	\$1,331
\$39,000	\$587	\$619	\$653	\$750	\$961	\$1,343
\$40,000	\$592	\$625	\$657	\$756	\$969	\$1,355
\$41,000	\$598	\$631	\$663	\$764	\$978	\$1,367
\$42,000	\$602	\$636	\$669	\$770	\$987	\$1,380
\$43,000	\$608	\$642	\$675	\$777	\$996	\$1,392
\$44,000	\$613	\$648	\$681	\$783	\$1,004	\$1,404
\$45,000	\$619	\$653	\$687	\$791	\$1,013	\$1,416
\$46,000	\$624	\$659	\$694	\$797	\$1,022	\$1,428
\$47,000	\$630	\$665	\$700	\$805	\$1,031	\$1,440
\$48,000	\$634	\$669	\$706	\$811	\$1,039	\$1,453
\$49,000	\$640	\$675	\$712	\$818	\$1,048	\$1,465
\$50,000	\$645	\$681	\$716	\$824	\$1,057	\$1,477
\$51,000	\$651	\$687	\$722	\$832	\$1,066	\$1,489
\$52,000	\$656	\$692	\$729	\$838	\$1,074	\$1,501
\$53,000	\$662	\$698	\$735	\$846	\$1,083	\$1,513
\$54,000	\$666	\$704	\$741	\$852	\$1,092	\$1,526
\$55,000	\$672	\$709	\$747	\$859	\$1,100	\$1,538
\$56,000	\$677	\$715	\$753	\$865	\$1,109	\$1,550
\$57,000	\$683	\$721	\$759	\$873	\$1,118	\$1,562
\$58,000	\$687	\$726	\$765	\$879	\$1,127	\$1,574
\$59,000	\$694	\$732	\$771	\$885	\$1,135	\$1,586
\$60,000	\$698	\$738	\$776	\$893	\$1,144	\$1,599

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

Amount	PROTECTION CLASSES					
	1 - 3	4 - 5	6 - 7	8	9	10
\$61,000	\$704	\$744	\$782	\$899	\$1,153	\$1,611
\$62,000	\$709	\$748	\$788	\$907	\$1,162	\$1,623
\$63,000	\$715	\$754	\$794	\$913	\$1,170	\$1,635
\$64,000	\$719	\$761	\$800	\$920	\$1,179	\$1,649
\$65,000	\$726	\$765	\$806	\$926	\$1,188	\$1,661
\$66,000	\$730	\$771	\$812	\$934	\$1,196	\$1,672
\$67,000	\$735	\$776	\$817	\$940	\$1,205	\$1,684
\$68,000	\$741	\$782	\$823	\$946	\$1,212	\$1,694
\$69,000	\$745	\$786	\$827	\$952	\$1,220	\$1,705
\$70,000	\$750	\$792	\$834	\$958	\$1,229	\$1,717
\$71,000	\$754	\$797	\$838	\$964	\$1,237	\$1,728
\$72,000	\$759	\$802	\$844	\$970	\$1,244	\$1,739
\$73,000	\$764	\$806	\$849	\$976	\$1,252	\$1,749
\$74,000	\$768	\$812	\$855	\$983	\$1,259	\$1,760
\$75,000	\$773	\$817	\$859	\$989	\$1,267	\$1,770
\$76,000	\$777	\$821	\$864	\$993	\$1,273	\$1,780
\$77,000	\$782	\$826	\$868	\$999	\$1,281	\$1,790
\$78,000	\$786	\$830	\$875	\$1,005	\$1,288	\$1,801
\$79,000	\$791	\$835	\$879	\$1,011	\$1,296	\$1,812
\$80,000	\$795	\$840	\$884	\$1,016	\$1,302	\$1,821
\$81,000	\$800	\$844	\$888	\$1,022	\$1,310	\$1,830
\$82,000	\$803	\$849	\$893	\$1,027	\$1,316	\$1,840
\$83,000	\$808	\$853	\$897	\$1,033	\$1,323	\$1,850
\$84,000	\$812	\$856	\$902	\$1,037	\$1,329	\$1,859
\$85,000	\$817	\$861	\$907	\$1,043	\$1,335	\$1,868
\$86,000	\$821	\$867	\$911	\$1,048	\$1,343	\$1,878
\$87,000	\$826	\$872	\$917	\$1,054	\$1,351	\$1,889
\$88,000	\$830	\$876	\$922	\$1,060	\$1,358	\$1,900
\$89,000	\$835	\$881	\$928	\$1,066	\$1,366	\$1,910
\$90,000	\$840	\$885	\$932	\$1,072	\$1,373	\$1,921
\$91,000	\$844	\$891	\$938	\$1,078	\$1,383	\$1,932
\$92,000	\$849	\$896	\$943	\$1,084	\$1,390	\$1,942
\$93,000	\$853	\$900	\$949	\$1,091	\$1,398	\$1,953
\$94,000	\$858	\$907	\$954	\$1,097	\$1,405	\$1,965
\$95,000	\$864	\$911	\$960	\$1,103	\$1,413	\$1,976
\$96,000	\$868	\$917	\$964	\$1,109	\$1,422	\$1,988
\$97,000	\$873	\$922	\$970	\$1,116	\$1,430	\$1,999
\$98,000	\$879	\$928	\$976	\$1,122	\$1,439	\$2,011
\$99,000	\$884	\$932	\$983	\$1,129	\$1,446	\$2,023
\$100,000	\$888	\$938	\$987	\$1,136	\$1,456	\$2,035

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
FRAME DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$653	\$689	\$726	\$835	\$1,107	\$1,518
\$26,000	\$660	\$697	\$733	\$843	\$1,118	\$1,533
\$27,000	\$666	\$704	\$741	\$852	\$1,130	\$1,550
\$28,000	\$674	\$710	\$748	\$861	\$1,141	\$1,565
\$29,000	\$680	\$718	\$756	\$870	\$1,153	\$1,582
\$30,000	\$687	\$726	\$764	\$878	\$1,164	\$1,597
\$31,000	\$694	\$733	\$771	\$887	\$1,176	\$1,612
\$32,000	\$701	\$739	\$779	\$896	\$1,188	\$1,629
\$33,000	\$707	\$747	\$786	\$903	\$1,199	\$1,644
\$34,000	\$715	\$754	\$794	\$913	\$1,211	\$1,661
\$35,000	\$721	\$762	\$802	\$922	\$1,221	\$1,676
\$36,000	\$729	\$768	\$809	\$931	\$1,234	\$1,691
\$37,000	\$735	\$776	\$817	\$938	\$1,244	\$1,708
\$38,000	\$742	\$783	\$824	\$948	\$1,256	\$1,723
\$39,000	\$748	\$789	\$832	\$957	\$1,269	\$1,740
\$40,000	\$756	\$797	\$840	\$964	\$1,279	\$1,755
\$41,000	\$762	\$805	\$847	\$973	\$1,291	\$1,770
\$42,000	\$768	\$812	\$855	\$983	\$1,302	\$1,787
\$43,000	\$776	\$818	\$862	\$992	\$1,314	\$1,802
\$44,000	\$782	\$826	\$870	\$999	\$1,326	\$1,819
\$45,000	\$789	\$834	\$878	\$1,008	\$1,337	\$1,834
\$46,000	\$795	\$840	\$885	\$1,018	\$1,349	\$1,850
\$47,000	\$803	\$847	\$893	\$1,025	\$1,360	\$1,866
\$48,000	\$809	\$855	\$899	\$1,034	\$1,372	\$1,881
\$49,000	\$817	\$862	\$907	\$1,043	\$1,383	\$1,898
\$50,000	\$823	\$868	\$914	\$1,053	\$1,395	\$1,913
\$51,000	\$830	\$876	\$922	\$1,060	\$1,407	\$1,929
\$52,000	\$837	\$884	\$929	\$1,069	\$1,418	\$1,945
\$53,000	\$844	\$891	\$937	\$1,078	\$1,430	\$1,961
\$54,000	\$850	\$897	\$945	\$1,086	\$1,440	\$1,977
\$55,000	\$858	\$905	\$952	\$1,095	\$1,453	\$1,993
\$56,000	\$864	\$913	\$960	\$1,104	\$1,463	\$2,008
\$57,000	\$872	\$919	\$967	\$1,113	\$1,475	\$2,024
\$58,000	\$878	\$926	\$975	\$1,121	\$1,488	\$2,040
\$59,000	\$885	\$934	\$983	\$1,130	\$1,498	\$2,055
\$60,000	\$891	\$941	\$990	\$1,139	\$1,510	\$2,072

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
FRAME DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$61,000	\$897	\$948	\$998	\$1,148	\$1,521	\$2,087
\$62,000	\$905	\$955	\$1,005	\$1,156	\$1,533	\$2,104
\$63,000	\$911	\$963	\$1,013	\$1,165	\$1,545	\$2,119
\$64,000	\$919	\$969	\$1,021	\$1,174	\$1,556	\$2,134
\$65,000	\$925	\$976	\$1,028	\$1,182	\$1,568	\$2,151
\$66,000	\$932	\$984	\$1,036	\$1,191	\$1,579	\$2,166
\$67,000	\$938	\$990	\$1,042	\$1,199	\$1,589	\$2,180
\$68,000	\$945	\$996	\$1,049	\$1,206	\$1,600	\$2,195
\$69,000	\$951	\$1,004	\$1,057	\$1,215	\$1,611	\$2,210
\$70,000	\$957	\$1,010	\$1,063	\$1,223	\$1,621	\$2,224
\$71,000	\$963	\$1,016	\$1,071	\$1,230	\$1,632	\$2,237
\$72,000	\$969	\$1,022	\$1,077	\$1,238	\$1,641	\$2,251
\$73,000	\$975	\$1,028	\$1,083	\$1,246	\$1,652	\$2,265
\$74,000	\$981	\$1,036	\$1,089	\$1,253	\$1,661	\$2,278
\$75,000	\$987	\$1,042	\$1,097	\$1,261	\$1,672	\$2,292
\$76,000	\$992	\$1,048	\$1,103	\$1,269	\$1,681	\$2,306
\$77,000	\$998	\$1,054	\$1,109	\$1,275	\$1,690	\$2,320
\$78,000	\$1,004	\$1,059	\$1,115	\$1,282	\$1,700	\$2,332
\$79,000	\$1,010	\$1,065	\$1,121	\$1,290	\$1,710	\$2,345
\$80,000	\$1,015	\$1,071	\$1,127	\$1,297	\$1,719	\$2,359
\$81,000	\$1,021	\$1,077	\$1,133	\$1,303	\$1,728	\$2,371
\$82,000	\$1,025	\$1,083	\$1,139	\$1,310	\$1,737	\$2,383
\$83,000	\$1,031	\$1,088	\$1,145	\$1,317	\$1,746	\$2,396
\$84,000	\$1,036	\$1,094	\$1,151	\$1,323	\$1,755	\$2,408
\$85,000	\$1,040	\$1,098	\$1,156	\$1,331	\$1,763	\$2,420
\$86,000	\$1,046	\$1,106	\$1,164	\$1,337	\$1,773	\$2,434
\$87,000	\$1,053	\$1,112	\$1,170	\$1,345	\$1,784	\$2,447
\$88,000	\$1,059	\$1,118	\$1,176	\$1,352	\$1,793	\$2,461
\$89,000	\$1,065	\$1,124	\$1,183	\$1,360	\$1,804	\$2,475
\$90,000	\$1,071	\$1,130	\$1,189	\$1,367	\$1,813	\$2,488
\$91,000	\$1,077	\$1,136	\$1,197	\$1,375	\$1,824	\$2,502
\$92,000	\$1,083	\$1,142	\$1,203	\$1,384	\$1,834	\$2,516
\$93,000	\$1,089	\$1,150	\$1,209	\$1,392	\$1,845	\$2,531
\$94,000	\$1,095	\$1,156	\$1,217	\$1,399	\$1,856	\$2,545
\$95,000	\$1,101	\$1,162	\$1,223	\$1,407	\$1,865	\$2,558
\$96,000	\$1,107	\$1,170	\$1,230	\$1,416	\$1,877	\$2,574
\$97,000	\$1,115	\$1,176	\$1,238	\$1,424	\$1,888	\$2,590
\$98,000	\$1,121	\$1,183	\$1,246	\$1,433	\$1,898	\$2,605
\$99,000	\$1,127	\$1,189	\$1,253	\$1,440	\$1,910	\$2,621
\$100,000	\$1,135	\$1,197	\$1,259	\$1,450	\$1,921	\$2,636

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$581	\$613	\$645	\$742	\$952	\$1,329
\$26,000	\$587	\$619	\$653	\$750	\$961	\$1,345
\$27,000	\$593	\$627	\$659	\$757	\$972	\$1,358
\$28,000	\$599	\$633	\$666	\$765	\$981	\$1,372
\$29,000	\$605	\$639	\$672	\$773	\$992	\$1,386
\$30,000	\$611	\$645	\$680	\$782	\$1,001	\$1,399
\$31,000	\$618	\$651	\$686	\$789	\$1,011	\$1,413
\$32,000	\$624	\$659	\$692	\$797	\$1,021	\$1,427
\$33,000	\$630	\$665	\$700	\$805	\$1,031	\$1,440
\$34,000	\$636	\$671	\$706	\$812	\$1,040	\$1,454
\$35,000	\$642	\$677	\$713	\$820	\$1,051	\$1,468
\$36,000	\$648	\$683	\$719	\$827	\$1,060	\$1,483
\$37,000	\$654	\$691	\$727	\$835	\$1,071	\$1,497
\$38,000	\$660	\$697	\$733	\$843	\$1,080	\$1,510
\$39,000	\$666	\$703	\$739	\$850	\$1,091	\$1,524
\$40,000	\$672	\$709	\$747	\$858	\$1,100	\$1,538
\$41,000	\$678	\$715	\$753	\$867	\$1,110	\$1,551
\$42,000	\$684	\$722	\$761	\$875	\$1,119	\$1,565
\$43,000	\$691	\$729	\$767	\$882	\$1,130	\$1,579
\$44,000	\$697	\$735	\$773	\$890	\$1,139	\$1,592
\$45,000	\$703	\$741	\$780	\$897	\$1,150	\$1,608
\$46,000	\$709	\$747	\$786	\$905	\$1,159	\$1,621
\$47,000	\$715	\$754	\$794	\$913	\$1,170	\$1,635
\$48,000	\$721	\$761	\$800	\$920	\$1,179	\$1,649
\$49,000	\$727	\$767	\$808	\$928	\$1,189	\$1,662
\$50,000	\$733	\$773	\$814	\$935	\$1,199	\$1,676
\$51,000	\$739	\$779	\$820	\$943	\$1,209	\$1,690
\$52,000	\$744	\$786	\$827	\$951	\$1,218	\$1,704
\$53,000	\$750	\$792	\$834	\$960	\$1,229	\$1,717
\$54,000	\$756	\$799	\$841	\$967	\$1,240	\$1,732
\$55,000	\$762	\$805	\$847	\$975	\$1,249	\$1,746
\$56,000	\$768	\$811	\$855	\$983	\$1,259	\$1,760
\$57,000	\$774	\$818	\$861	\$990	\$1,269	\$1,773
\$58,000	\$780	\$824	\$867	\$998	\$1,279	\$1,787
\$59,000	\$786	\$830	\$875	\$1,005	\$1,288	\$1,801
\$60,000	\$792	\$837	\$881	\$1,013	\$1,299	\$1,815

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

Amount	PROTECTION CLASSES					
	1 - 3	4 - 5	6 - 7	8	9	10
\$61,000	\$799	\$844	\$888	\$1,021	\$1,308	\$1,828
\$62,000	\$805	\$850	\$894	\$1,028	\$1,319	\$1,842
\$63,000	\$811	\$856	\$900	\$1,036	\$1,328	\$1,857
\$64,000	\$817	\$862	\$908	\$1,043	\$1,338	\$1,871
\$65,000	\$823	\$868	\$914	\$1,053	\$1,348	\$1,885
\$66,000	\$829	\$875	\$920	\$1,059	\$1,357	\$1,897
\$67,000	\$835	\$881	\$928	\$1,066	\$1,366	\$1,910
\$68,000	\$840	\$887	\$934	\$1,074	\$1,375	\$1,923
\$69,000	\$846	\$893	\$940	\$1,081	\$1,386	\$1,936
\$70,000	\$852	\$899	\$946	\$1,088	\$1,395	\$1,948
\$71,000	\$856	\$905	\$952	\$1,095	\$1,402	\$1,961
\$72,000	\$862	\$910	\$958	\$1,101	\$1,411	\$1,973
\$73,000	\$867	\$916	\$963	\$1,109	\$1,421	\$1,985
\$74,000	\$873	\$920	\$969	\$1,115	\$1,428	\$1,997
\$75,000	\$878	\$926	\$975	\$1,121	\$1,437	\$2,009
\$76,000	\$882	\$932	\$981	\$1,129	\$1,445	\$2,020
\$77,000	\$888	\$937	\$986	\$1,135	\$1,454	\$2,032
\$78,000	\$893	\$943	\$992	\$1,141	\$1,462	\$2,043
\$79,000	\$897	\$948	\$998	\$1,147	\$1,471	\$2,055
\$80,000	\$903	\$954	\$1,004	\$1,154	\$1,478	\$2,067
\$81,000	\$908	\$958	\$1,008	\$1,159	\$1,486	\$2,078
\$82,000	\$913	\$963	\$1,013	\$1,165	\$1,494	\$2,088
\$83,000	\$917	\$967	\$1,019	\$1,171	\$1,501	\$2,099
\$84,000	\$922	\$972	\$1,024	\$1,177	\$1,509	\$2,110
\$85,000	\$926	\$978	\$1,030	\$1,183	\$1,516	\$2,120
\$86,000	\$931	\$983	\$1,034	\$1,189	\$1,526	\$2,131
\$87,000	\$937	\$989	\$1,040	\$1,197	\$1,533	\$2,143
\$88,000	\$941	\$995	\$1,046	\$1,203	\$1,542	\$2,155
\$89,000	\$948	\$999	\$1,053	\$1,211	\$1,551	\$2,167
\$90,000	\$952	\$1,005	\$1,059	\$1,217	\$1,559	\$2,180
\$91,000	\$958	\$1,011	\$1,065	\$1,224	\$1,568	\$2,192
\$92,000	\$963	\$1,016	\$1,071	\$1,230	\$1,577	\$2,204
\$93,000	\$969	\$1,022	\$1,077	\$1,238	\$1,586	\$2,218
\$94,000	\$973	\$1,028	\$1,083	\$1,244	\$1,596	\$2,230
\$95,000	\$980	\$1,034	\$1,089	\$1,252	\$1,605	\$2,242
\$96,000	\$986	\$1,040	\$1,095	\$1,259	\$1,614	\$2,256
\$97,000	\$992	\$1,046	\$1,101	\$1,267	\$1,623	\$2,269
\$98,000	\$998	\$1,053	\$1,107	\$1,275	\$1,632	\$2,282
\$99,000	\$1,002	\$1,059	\$1,115	\$1,282	\$1,643	\$2,295
\$100,000	\$1,008	\$1,065	\$1,121	\$1,288	\$1,652	\$2,309

SERFF Tracking Number: REGU-127380806 State: Arkansas  
 Filing Company: National Security Fire & Casualty Company State Tracking Number:  
 Company Tracking Number: NSFC-HO-11-AR-01  
 TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations  
 Product Name: Limited Homeowners Program  
 Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

## Supporting Document Schedules

	<b>Item Status:</b>	<b>Status Date:</b>
<b>Bypassed - Item:</b> Form RF-2 Loss Costs Only (not for workers' compensation)		
<b>Bypass Reason:</b> This filing does not include the adoption of the American Association of Insurance Services loss costs.		
<b>Comments:</b>		

	<b>Item Status:</b>	<b>Status Date:</b>
<b>Satisfied - Item:</b> H-1 Homeowners Abstract	Filed	09/07/2011
<b>Comments:</b>		
<b>Attachment:</b> H-1_ed1-06.pdf		

	<b>Item Status:</b>	<b>Status Date:</b>
<b>Satisfied - Item:</b> HPCS-Homeowners Premium Comparison Survey	Filed	09/07/2011
<b>Comments:</b>		
<b>Attachments:</b> HPCS 3-06i Rev 9-6-11.xls HPCS 3-06i Rev 9-6-11.pdf		

	<b>Item Status:</b>	<b>Status Date:</b>
<b>Satisfied - Item:</b> NAIC loss cost data entry document	Filed	09/07/2011
<b>Comments:</b>		
<b>Attachment:</b> FORM RF-1 Rate Filing Abstract Rev 9-6-11.pdf		

	<b>Item Status:</b>	<b>Status</b>
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SERFF Tracking Number: REGU-127380806 State: Arkansas  
Filing Company: National Security Fire & Casualty Company State Tracking Number:  
Company Tracking Number: NSFC-HO-11-AR-01  
TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations  
Product Name: Limited Homeowners Program  
Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

**Satisfied - Item:** Actuarial Memorandum and  
Supporting Rate Level Exhibits

Filed

**Date:**  
09/07/2011

**Comments:**

**Attachments:**

Actuarial-Filing Memorandum.pdf  
AR HO 2011 Rate Level Review Exhibits.pdf

ARKANSAS INSURANCE DEPARTMENT

FORM H-1 HOMEOWNERS ABSTRACT

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

Company Name National Security Fire & Casualty Company  
 NAIC # (including group #) 316-12114

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

**None**

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

**Not Applicable**

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

**See Attached – Page 3 and 4**

4. If you use an Inflation Guard form or similar type of coverage, describe the coverage(s) and estimate the impact.

**Not Applicable**

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

a. Fire Extinguisher	0 %
b. Burglar Alarm	0 %
c. Smoke Alarm ( <b>Protective Devices - Central Station Only</b> )	5 %
d. Insured who has both homeowners and auto with your company	<b>5 %</b>
e. Deadbolt Locks	0 %
f. Window or Door Locks	0 %
g. Other (specify) <b>Age of Home</b>	<b>0– 20 %</b>
	%
	%

6. Are there any areas in the State of Arkansas In which your company will not write homeowners insurance? If so, state the areas and explain reason for not writing.

**No**

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

Form	Premium Volume
<b>AAIS Form 8</b>	<b>\$2,064,380</b>

8. Do you write homeowner risks which have aluminum, steel or vinyl siding?  Yes  No
9. Is there a surcharge on risks with wood heat? Yes  
If yes, state the surcharge 5%  
Does the surcharge apply to conventional fire places? No  
If yes, state the surcharge

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



Signature

**John Battles**

Printed Name

Title

**President, Insurance Regulatory Consultants**

Telephone Number

**johnbattles@irellc.com**

Email address

## VALUATIONS – RULES OF THUMB

We feel valuation is one of the most important keys in successfully underwriting non-standard Dwelling and Homeowners business. National Security will not write more than 100% of Actual Cash Value (ACV) of a dwelling. ACV is defined as Replacement Cost less Depreciation. The value of the land is not included in these calculations. The following guidelines are given in order to assist you in the proper valuation of the proposed risk. However, there exist certain standards that you must consider before you begin the valuation process. These standards are:

1. No property can be valued **at less than \$15 per square foot**. We realize that many older properties may not be worth that amount, but we do not wish to insure any structure below this amount.
2. National Security does not insure any newly purchased property **above the purchase price**.
3. On newly purchased properties, we do, in addition, reduce the purchase price by 10% to allow for the value of the land unless you know the value of the land, i.e. from an appraisal.

Following are two valuation guidelines. The **Purchase Price Plus Appreciation Method** is preferred and considered to be more accurate if the risk was purchased within the past 5 years.

### **Purchase Price Plus Appreciation Method:**

Determine from the applicant the date and exact price paid for the dwelling and land. If you know the approximate value of the land, deduct that. If not, deduct 10% from the purchase price to develop an estimated ACV of the dwelling at the time of purchase. Since dwelling values are subject to inflation, apply about 4% per year appreciation to that figure to determine the current ACV. Remember, **you still must adhere to the standards above regardless of the purchase price**.

For example, the insured purchased a home 5 years ago for \$55,000. Deducting 10% for land value, the dwelling would have had an ACV of \$49,500 at that time. Applying 4% per year appreciation, the current ACV would calculate to \$60,200. An insured value up to \$60,000 would be considered.

### **Replacement Cost Less Depreciation Method:**

Use the following chart as a guide in trying to establish the Replacement Cost of the property **for this method only**:

Approximate  
Replacement  
Cost per sq. ft.\*

1 story frame, 1940 to Present Construction	60
1 story brick veneer, 1940 to Present Construction	65
1 ½ story frame, 1940 to Present Construction	75
1 ½ story brick veneer, 1940 to Present Construction	84
2 story frame, 1940 to Present Construction	82
2 story brick veneer, 1940 to Present Construction	90

\* **Cost per sq. ft. is to be applied to the ground floor sq. footage only**

\*\* **For homes built prior to 1940, contact the Underwriting Department.**

Depreciation on well-maintained property will be approximately 1% per year, but no more than 40%. Lesser-maintained property will be subject to greater depreciation.

**Valuation Example:**

A well-maintained 1-story frame dwelling, 1,400 sq. ft. ground floor. The dwelling was built in 1972. Assume today's date is June 1, 2003.

Using the \$60 replacement value from the chart times the ground floor square footage of 1,400 sq. ft., the approximate replacement value is \$84,000. To calculate the Actual Cash Value, use 1% depreciation per year of age (31% = a factor of .69) and the ACV is calculated at \$57,960 or \$58,000 rounded. This would be the insured value.

NAIC Number: 12114  
 Company Name: National Security Fire & Casualty Company  
 Contact Person: John Battles  
 Telephone No.: (941) 926-0144  
 Email Address: johnbattles@nsfrc.com  
 Effective Date: 11/15/2011

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

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

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

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

Public Protection Class	Dwelling Value	Washington		Baxter		Craighead		St. Francis		Desha		Union		Miller		Sebastian		Pulaski	
		Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame
3	\$80,000	\$795.00	\$894.00	\$795.00	\$894.00	\$903.00	\$1,015.00	\$903.00	\$1,015.00	\$903.00	\$1,015.00	\$795.00	\$894.00	\$795.00	\$894.00	\$795.00	\$894.00	\$795.00	\$894.00
	\$120,000																		
	\$160,000																		
6	\$80,000	\$884.00	\$993.00	\$884.00	\$993.00	\$1,004.00	\$1,127.00	\$1,004.00	\$1,127.00	\$1,004.00	\$1,127.00	\$884.00	\$993.00	\$884.00	\$993.00	\$884.00	\$993.00	\$884.00	\$993.00
	\$120,000																		
	\$160,000																		
9	\$80,000	\$1,302.00	\$1,515.00	\$1,302.00	\$1,515.00	\$1,478.00	\$1,719.00	\$1,478.00	\$1,719.00	\$1,478.00	\$1,719.00	\$1,302.00	\$1,515.00	\$1,302.00	\$1,515.00	\$1,302.00	\$1,515.00	\$1,302.00	\$1,515.00
	\$120,000																		
	\$160,000																		

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

Public Protection Class	Property Value	Washington		Baxter		Craighead		St. Francis		Arkansas		Union		Miller		Sebastian		Pulaski	
		Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame
3	\$5,000																		
	\$15,000																		
	\$25,000																		
6	\$5,000																		
	\$15,000																		
	\$25,000																		
9	\$5,000																		
	\$15,000																		
	\$25,000																		

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

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

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

**HO3 and HO4 only**

Fire Extinguisher	0 %	Deadbolt Lock	0 %
Burglar Alarm	0 %	Window Locks	0 %
Smoke Alarm	0 %	\$1,000 Deductible	12 %
		Other (specify)	
		Age, Central Alarm and Ac	30 %
		Maximum Credit Allowed	N/A %

**EARTHQUAKE INSURANCE**

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

ARE YOU CURRENTLY WRITING EARTHQUAKE COVERAGE IN ARKANSAS?	Yes	(yes or no)	
WHAT IS YOUR PERCENTAGE DEDUCTIBLE?	2 %		
WHAT IS YOUR PRICE PER \$1,000 OF COVERAGE?	Zone	Brick	Frame
	Highest Risk	\$ 0.65	\$ 0.47
	Lowest Risk	\$ 0.65	\$ 0.47

### NAIC LOSS COST DATA ENTRY DOCUMENT

<b>1.</b>	This filing transmittal is part of Company Tracking #	<b>NSFC-HO-10-AR-01</b>
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<b>2.</b>	If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number	<b>This filing does not include the adoption of the American Association of Insurance Services loss costs.</b>
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Company Name		Company NAIC Number		
<b>3.</b>	<b>A.</b>	<b>National Security Fire &amp; Casualty Company</b>	<b>B.</b>	<b>316-12114</b>

Product Coding Matrix Line of Business (i.e., Type of Insurance)		Product Coding Matrix Line of Insurance (i.e., Sub-type of Insurance)		
<b>4.</b>	<b>A.</b>	<b>04.0 Homeowners</b>	<b>B.</b>	<b>04.0000 Homeowners Sub-TOI Combinations</b>

<b>5.</b>			<b>FOR LOSS COSTS ONLY</b>				
(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	(D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
<b>Homeowners</b>	<b>31.9%</b>	<b>10.0%</b>	<b>63.2%</b>	<b>1.000</b>	<b>1.521</b>	<b>N/A</b>	<b>1.521</b>
<b>TOTAL OVERALL EFFECT</b>	<b>31.9%</b>	<b>10.0%</b>					

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
<b>2006</b>	<b>4,119</b>			<b>\$2,145,936</b>	<b>\$1,919,594</b>	<b>89.5%</b>	<b>91.8%</b>
<b>2007</b>	<b>4,364</b>	<b>+19.2%</b>	<b>05/01/07</b>	<b>\$2,344,734</b>	<b>\$1,932,968</b>	<b>82.4%</b>	<b>72.2%</b>
<b>2008</b>	<b>4,148</b>	<b>+15.0%</b>	<b>04/15/08</b>	<b>\$2,313,834</b>	<b>\$3,004,349</b>	<b>129.8%</b>	<b>70.5%</b>
<b>2009</b>	<b>4,093</b>			<b>\$2,237,994</b>	<b>\$1,720,466</b>	<b>76.9%</b>	<b>63.3%</b>
<b>2010</b>	<b>3,440</b>	<b>+10.0%</b>	<b>11/15/10</b>	<b>\$2,064,380</b>	<b>\$1,886,134</b>	<b>91.4%</b>	<b>75.5%</b>
<b>2011*</b>	<b>1,971</b>			<b>\$944,391</b>	<b>\$1,217,364</b>	<b>128.9%</b>	

7.	
Expense Constants	Selected Provisions
A. Total Production Expense	<b>24.05%</b>
B. General Expense	<b>6.35%</b>
C. Taxes, License & Fees	<b>3.40%</b>
D. Underwriting Profit & Contingencies	<b>5.00%</b>
E. Other (Inv. Income Offset)	<b>-2.00%</b>
<b>F. TOTAL</b>	<b>36.80%</b>

\* 2011 – Six Months

- 8.** NO Apply Lost Cost Factors to Future filings? (Y or N)
- 9.** 15% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): All Territories
- 10.** N/A Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): \_\_\_\_\_

**National Security Fire & Casualty Company**  
**2011 Rate Level Review – Homeowners**  
**Actuarial/Filing Memorandum**  
**Arkansas**

**I. Background and Filing History**

Current Program – NSFC made its initial filing to introduce a new Limited Homeowners program in Arkansas effective October 1, 2000. The initial filing adopted the AAIS Homeowners program (loss costs, rules and forms) as contained in AAIS Revision 8.0.

Subsequently, NSFC has filed the following revisions:

1. +13.4% - Effective September 30, 2002 - Adoption of AAIS Rev. 9.0 loss costs with originally filed loss cost multiplier (LCM) of 1.504.
2. +15.0% - Effective November 1, 2004 - Revision of the NSFC LCM from 1.504 to 1.597 and implementation of a Loss Cost Modification factor of +8.3%.
3. +19.2% - Effective May 1, 2007 – Adoption of AAIS Loss Cost Revision 06 05 and rate level increase
4. Effective August 4, 2008 – Adoption of AAIS Manual Revision 07 07 and +15.0% Rate Increase
5. Effective November 15, 2010 – +10.0% Rate Increase

**II. Proposed Changes**

This filing proposes an overall statewide change of +15.0%. This change will apply to both of the Arkansas territories for this program.

**III. Exhibit I – State Rate Level Review**

**1. Exhibit I – Statewide Rate Level Review**

This exhibit displays the following:

- a. Loss Ratios – Fully adjusted “net” incurred/earned loss ratios for the years 2006 through June 30, 2011. Earned premiums and incurred losses have been adjusted as follows:
  - (1) Premiums – Adjusted to a “net” basis by removing reinsurance premium.
  - (2) Premiums – Adjusted to “current rate level” to account for all rate changes implemented during the experience period.
  - (3) Premiums – Trended to prospective levels to account for increases in amounts of insurance (premium trend). For the purposes of this review, we have used an annual trend provision of 4.0%.
  - (4) Losses – Adjusted to a “net” basis by removing all catastrophe losses covered by NSFC’s CAT Reinsurance Program.
  - (5) Losses – Trended to prospective cost levels (loss trend). For the purposes of this review, we have used an annual trend provision of 3.0%.
  - (6) Losses – Adjusted to account for Unallocated Loss Adjustment Expenses (2.4% load applied).

**National Security Fire & Casualty Company**  
**2011 Rate Level Review – Homeowners**  
**Actuarial/Filing Memorandum**  
**Arkansas**

**III. Exhibit I – State and Countrywide Rate Level Reviews (Continued)**

**1. Exhibit I – Statewide Rate Level Review (Continued)**

- b. 6-Year Weighted I/E Loss Ratio
- c. Earned Exposures – House Years
- d. Credibility – Based on full credibility standard of 40,000 house years.
- e. 6-Year Countrywide I/E Loss Ratio
- f. 6-Year Credibility Weighted I/E Loss Ratio - The complement of credibility at the state level is assigned to the 6-Year Countrywide I/E loss ratio.
- g. Permissible Loss Ratio
- h. 6-Year Indicated Rate Level Change
- i. 5-Year Indicated Rate Level Change – This uses the 2006-2010 experience period and not the 6-month data for 2010.
- j. Average Indicated Rate Level Change – Average of the 6-Year and 5-Year indicated changes.

**IV. Exhibit II – Territorial Relativity Analysis**

A standard relativity analysis has been performed. This procedure compares fully adjusted, credibility weighted five-year loss ratios to the adjusted statewide loss ratio. This review yields the indicated territorial rate changes needed to achieve the selected statewide change.

**V. Exhibit III – 2011 Expense Review – Permissible Loss and LAE Ratio**

These exhibits develop the Permissible Loss and LAE Ratio for the following:

- 1. Commission and Brokerage – This is based on data from NSFC’s Page 15 data for Homeowners. We have selected 18% for each state. We believe the lower provision as displayed for the 3-year average is due to the “written/earned” premium observations as discussed on the previous page.
- 2. Taxes, Licenses and Fees – This is based on data from NSFC’s Page 15 data for Homeowners. The selected provision is the average of the 3-year and 5-year actual ratios based on written premium.
- 3. Other Acquisition – This is based on data from NSFC’s insurance Expense Exhibit. The selected provision is the average of the 3-year and 5-year actual ratios based on earned premium.
- 4. General – This is based on data from NSFC’s insurance Expense Exhibit. The selected provision is the average of the 3-year and 5-year actual ratios based on earned premium and has been increased by 1.5% to account for the new “Management Service Agreement” between NSFC and the holding company.
- 5. Profit and Investment Income – The 5% profit provision and 2% offset to account for investment income is what has been filed and approved in each state based on prior rate level reviews.

**National Security Fire & Casualty Company**  
**2011 Rate Level Review – Homeowners**  
**Actuarial/Filing Memorandum**  
**Arkansas**

**VI. Exhibit IV – Rate Level History and Development of Earned On-Level Factors**

This exhibit shows the rate changes by territory that have been implemented during the experience period (i.e. 2006 – 2011). The “Premium On-Level Factors” shown on the last line of each section are used to adjust earned premium to current rate level.

**National Security Fire & Casualty Company 2011 Rate Level Review**  
**Limited Homeowners Program Statewide Rate Level Review - Net of Reinsurance**  
**State of Arkansas**

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Calendar Year	Direct Earned Premium	Net Earned Premium	Net On-Level Earned Premium	Actual Loss & ALAE	Ceded Catastrophe Loss & ALAE	Net Loss & ALAE	ULAE Factor	Trend Factor	Net Loss & LAE
2006	\$2,145,936	\$2,138,085	\$3,223,530	\$1,919,594	\$75,700	\$1,843,894	1.024	1.207	\$2,278,994
2007	\$2,344,734	\$2,334,647	\$3,376,469	\$1,932,968	\$953	\$1,932,015	1.024	1.172	\$2,318,665
2008	\$2,313,834	\$2,303,073	\$2,900,446	\$3,004,349	\$552,629	\$2,451,720	1.024	1.138	\$2,857,019
2009	\$2,237,994	\$2,227,547	\$2,504,487	\$1,720,466	\$0	\$1,720,466	1.024	1.105	\$1,946,742
2010	\$2,064,380	\$2,054,749	\$2,258,169	\$1,886,134	\$0	\$1,886,134	1.024	1.073	\$2,072,394
2011	\$944,391	\$939,973	\$973,812	\$1,217,364	\$0	\$1,217,364	1.024	1.041	\$1,297,691
<b>Total</b>	<b>\$12,051,268</b>	<b>\$11,998,073</b>	<b>\$15,236,913</b>	<b>\$11,680,875</b>	<b>\$629,282</b>	<b>\$11,051,593</b>			<b>\$12,771,505</b>

(10)	(11)	(12)	(13)
Calendar Year	Net I/E On-Level Trended Loss & LAE Ratio	6-Year Calendar Weights	5-Year Calendar Weights
2006	0.707	0.09	0.10
2007	0.687	0.13	0.15
2008	0.985	0.17	0.20
2009	0.777	0.21	0.25
2010	0.918	0.25	0.30
2011	1.333	0.15	N/A

		6-Year	5-Year	Average
(14)	Weighted Incurred/Earned Loss Ratio	=	0.913	0.84
(15)	Earned Exposures - House Years	=	22,135	20,164
(16)	Credibility (40,000 House Years)	=	0.744	0.710
(17)	Countrywide On Level Loss Ratio	=	0.734	0.701
(18)	Credibility Wtd. On Level Loss Ratio	=	0.867	0.800
(19)	Permissible Loss Ratio	=	0.632	0.632
(20)	<b>Indicated Rate Level Change</b>	=	<b>37.2%</b>	<b>31.9%</b>
(21)	<b>Selected Rate Level Change</b>	=		<b>15.0%</b>

**Notes:**

- (2) Premium adjusted to remove ceded premium
- (3) Premium adjusted to current rate level to reflect rate level changes during the experience period (See Exhibit IV)
- (6) = [(4) - (5)]
- (7) Estimated by NSFC
- (9) = [(6) X (7) X (8)]
- (11) = [(9) / (3)]
- (14) = Weighted average of Column (11) using Column (12) and Column (13) as weights
- (16) = {(15) / 40,000} ^ 0.5; Full credibility standard is 40,000 earned house years
- (18) = {(16) X (14)} + [(100%-(16)) X (17)]
- (20) = (18) / (19)

**National Security Fire & Casualty Company 2011 Rate Level Review**  
**Limited Homeowners Program Territorial Relativity Analysis**  
**State of Arkansas**

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Territory	6-Year Loss and ALAE (2006 - 2011)					Net On-Level Earned Premium	Net Trended On-Level Ratio	Exposures	Credibility
	Direct	Ceded	Net	Trend & ULAE*	Net Trended with ULAE				
1	\$7,524,391	\$505,117	\$7,019,274	1.151	\$8,077,686	\$9,903,920	81.6%	14,935	61.1%
2	\$4,184,617	\$124,165	\$4,060,452	1.160	\$4,710,977	\$5,332,993	88.3%	7,200	42.4%
<b>Total</b>	<b>\$11,709,008</b>	<b>\$629,282</b>	<b>\$11,079,726</b>	<b>1.024</b>	<b>\$12,788,663</b>	<b>\$15,236,913</b>	<b>83.9%</b>	<b>22,135</b>	<b>74.4%</b>

\* ULAE is 2.4%

	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Territory	Net Trended On-Level Ratio	Exposures	Credibility	Credibility Weighted On-Level Loss Ratio	Indicated Relativities		Off- Balance	Rate Change	
					Statewide Change			Indicated	Selected
					No Change	31.9%			
1	81.6%	14,935	61.1%	77.2%	0.982	1.295	1.004	30.1%	15.0%
2	88.3%	7,200	42.4%	80.5%	1.024	1.351	1.004	35.6%	15.0%
<b>Total</b>	<b>83.9%</b>	<b>22,135</b>	<b>74.4%</b>	<b>78.6%</b>	<b>1.000</b>	<b>1.313</b>	<b>1.004</b>	<b>31.9%</b>	<b>15.0%</b>

**Notes:**

(7) = (5) / (6)

(9) = {(8) / 40,000} ^ 0.5; Full credibility standard is 40,000 earned house years

(10) = {[9 X (7)] + [(Total(9) - (9)) X Total (7)] + [(100%-Total(9)) X 0.632]

(11) = (10) / Total (10)

(12) = (11) X (Statewide Selected Rate Change)

(13) = Balance Selected Relativity based on Latest Year (2009) Written Premium

(14) = (12) X (13)

**National Security Fire & Casualty Company**  
**2011 Expense Review**  
**Permissible Loss and LAE Ratio**  
**Homeowners Program**

**Exhibit III**

**Arkansas**

	(1)	(2)	(3)	(4)	(5)	(6)
Expense Item	2008	2009	2010	3-year Total	5-Year Total	Selected
(a) Commission & Brokerage	17.60%	16.80%	16.40%	17.00%	17.20%	18.00%
(b) Taxes, Licenses & Fees	3.60%	3.40%	3.40%	3.50%	3.30%	3.40%
(c) Other Acquisition Expenses	7.00%	6.70%	4.60%	6.10%	6.00%	6.05%
(d) General Expenses	5.00%	4.80%	5.50%	5.10%	4.60%	6.35%
<b>(e) Total Expenses</b>	<b>33.20%</b>	<b>31.70%</b>	<b>29.90%</b>	<b>31.70%</b>	<b>31.10%</b>	<b>33.80%</b>
(f) Profit and Contingencies						5.0%
(g) Investment Income Offset						2.00%
<b>(h) Total (Including Profit)</b>						<b>36.80%</b>
<b>(i) Permissible Loss &amp; LAE Ratio</b>						<b>63.20%</b>

**Notes:**

Line (a) - Source: Omega One Insurance Company - Annual Statement Page 15

Line (b) - Arkansas Specific taxes, licenses and fees from Omega One Annual Statement

Lines (c - d) - Source: National Security Fire & Casualty Company - Insurance Expense Exhibit (IEE)

(e) = Sum (a - d)

(g) = Estimate

(h) = (e) + (f) - (g)

(i) = 100% - (h)

**National Security Fire & Casualty Company**  
**2011 Rate Level Review - Limited Homeowners Program**  
**Rate Level History and Development of Earned On Level Factors**

**Arkansas - Territory 1**

	(1) Effective Date of Rate Changes	(2) Rate Change	(3) Rate Level	(4) Percent of Earned Premium by Rate Level					
				(5) Calendar Year Ending:					
				(6) 12/31/06	(7) 12/31/07	(8) 12/31/08	(9) 12/31/09	(10) 12/31/10	(11) 12/31/11
(10)	11/15/2010	10.0%	1.467	0.0%	0.0%	0.0%	0.0%	0.8%	61.7%
(11)	8/4/2008	13.5%	1.334	0.0%	0.0%	8.7%	83.0%	99.2%	38.3%
(12)	5/1/2007	17.5%	1.175	0.0%	22.2%	85.7%	17.0%	0.0%	0.0%
(13)	Prior		1.000	100.0%	77.8%	5.6%	0.0%	0.0%	0.0%
	<b>Average Rate Level Index</b>			1.000	1.039	1.179	1.307	1.335	1.416
	<b>Current Rate Level Index</b>			1.467	1.467	1.467	1.467	1.467	1.467
AR1	<b>Premium On-Level Factor</b>			1.467	1.412	1.244	1.122	1.099	1.036

**Arkansas - Territory 2**

	(1) Effective Date of Rate Changes	(2) Rate Change	(3) Rate Level	(4) Percent of Earned Premium by Rate Level					
				(5) Calendar Year Ending:					
				(6) 12/31/06	(7) 12/31/07	(8) 12/31/08	(9) 12/31/09	(10) 12/31/10	(11) 12/31/11
(10)	11/15/2010	10.0%	1.586	0.0%	0.0%	0.0%	0.0%	0.8%	61.7%
(11)	8/4/2008	17.7%	1.442	0.0%	0.0%	8.7%	83.0%	99.2%	38.3%
(12)	5/1/2007	22.5%	1.225	0.0%	22.2%	85.7%	17.0%	0.0%	0.0%
(13)	Prior		1.000	100.0%	77.8%	5.6%	0.0%	0.0%	0.0%
	<b>Average Rate Level Index</b>			1.000	1.050	1.231	1.405	1.443	1.531
	<b>Current Rate Level Index</b>			1.586	1.586	1.586	1.586	1.586	1.586
AR2	<b>Premium On-Level Factor</b>			1.586	1.510	1.288	1.129	1.099	1.036

SERFF Tracking Number: REGU-127380806 State: Arkansas  
 Filing Company: National Security Fire & Casualty Company State Tracking Number:  
 Company Tracking Number: NSFC-HO-11-AR-01  
 TOI: 04.0 Homeowners Sub-TOI: 04.0000 Homeowners Sub-TOI Combinations  
 Product Name: Limited Homeowners Program  
 Project Name/Number: 2010 Rate Level Review and Filing/NSFC-HO-11-AR-01

## Superseded Schedule Items

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

Creation Date:	Schedule	Schedule Item Name	Replacement Creation Date	Attached Document(s)
08/22/2011	Rate and Rule	NATIONAL SECURITY FIRE AND CASUALTY COMPANY LIMITED HOMEOWNERS PROGRAM ARKANSAS ANNUAL RATES	09/06/2011	Rate Pages Prop. Eff 11-15-2011.pdf (Superseded)
08/24/2011	Supporting Document	HPCS-Homeowners Premium Comparison Survey	09/06/2011	HPCS 3-06i Rev 10-14-10.pdf (Superseded) HPCS 3-06i Rev 10-14-10.xls (Superseded)
08/22/2011	Supporting Document	HPCS-Homeowners Premium Comparison Survey	08/24/2011	HPCS 3-06i Rev 10-14-10.xlsm (Superseded) HPCS 3-06i Rev 10-14-10.pdf
08/22/2011	Supporting Document	NAIC loss cost data entry document	09/06/2011	FORM RF-1 Rate Filing Abstract Rev.pdf (Superseded)

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
FRAME DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$602	\$636	\$669	\$770	\$1,019	\$1,398
\$26,000	\$608	\$642	\$675	\$777	\$1,030	\$1,413
\$27,000	\$614	\$648	\$683	\$785	\$1,040	\$1,428
\$28,000	\$621	\$656	\$689	\$792	\$1,051	\$1,442
\$29,000	\$627	\$662	\$697	\$802	\$1,062	\$1,457
\$30,000	\$633	\$668	\$703	\$809	\$1,072	\$1,471
\$31,000	\$639	\$675	\$710	\$817	\$1,083	\$1,486
\$32,000	\$645	\$681	\$718	\$824	\$1,094	\$1,500
\$33,000	\$653	\$687	\$724	\$834	\$1,104	\$1,515
\$34,000	\$659	\$695	\$732	\$841	\$1,115	\$1,530
\$35,000	\$665	\$701	\$738	\$849	\$1,126	\$1,544
\$36,000	\$671	\$707	\$745	\$856	\$1,136	\$1,559
\$37,000	\$677	\$715	\$753	\$865	\$1,147	\$1,573
\$38,000	\$683	\$721	\$759	\$873	\$1,157	\$1,588
\$39,000	\$689	\$727	\$767	\$881	\$1,168	\$1,602
\$40,000	\$695	\$735	\$773	\$890	\$1,179	\$1,617
\$41,000	\$703	\$741	\$780	\$897	\$1,189	\$1,632
\$42,000	\$709	\$748	\$786	\$905	\$1,200	\$1,646
\$43,000	\$715	\$754	\$794	\$913	\$1,211	\$1,661
\$44,000	\$721	\$761	\$802	\$922	\$1,221	\$1,675
\$45,000	\$727	\$768	\$808	\$929	\$1,232	\$1,690
\$46,000	\$733	\$774	\$815	\$937	\$1,243	\$1,705
\$47,000	\$739	\$780	\$821	\$945	\$1,253	\$1,719
\$48,000	\$745	\$788	\$829	\$954	\$1,264	\$1,734
\$49,000	\$753	\$794	\$835	\$961	\$1,275	\$1,748
\$50,000	\$759	\$800	\$843	\$969	\$1,285	\$1,763
\$51,000	\$765	\$808	\$850	\$976	\$1,296	\$1,777
\$52,000	\$771	\$814	\$856	\$986	\$1,307	\$1,792
\$53,000	\$777	\$820	\$864	\$993	\$1,317	\$1,807
\$54,000	\$783	\$827	\$870	\$1,001	\$1,328	\$1,821
\$55,000	\$789	\$834	\$878	\$1,008	\$1,338	\$1,836
\$56,000	\$795	\$840	\$885	\$1,018	\$1,349	\$1,850
\$57,000	\$802	\$847	\$891	\$1,025	\$1,360	\$1,865
\$58,000	\$809	\$853	\$899	\$1,033	\$1,370	\$1,878
\$59,000	\$815	\$859	\$905	\$1,042	\$1,381	\$1,894
\$60,000	\$821	\$867	\$913	\$1,049	\$1,392	\$1,909

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
FRAME DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$61,000	\$827	\$873	\$919	\$1,057	\$1,402	\$1,923
\$62,000	\$834	\$881	\$926	\$1,065	\$1,411	\$1,938
\$63,000	\$840	\$887	\$934	\$1,074	\$1,422	\$1,951
\$64,000	\$846	\$893	\$940	\$1,081	\$1,433	\$1,967
\$65,000	\$852	\$900	\$948	\$1,089	\$1,443	\$1,982
\$66,000	\$858	\$907	\$954	\$1,097	\$1,454	\$1,994
\$67,000	\$864	\$913	\$960	\$1,104	\$1,463	\$2,008
\$68,000	\$870	\$919	\$967	\$1,112	\$1,474	\$2,021
\$69,000	\$876	\$925	\$973	\$1,119	\$1,483	\$2,035
\$70,000	\$882	\$931	\$980	\$1,127	\$1,494	\$2,049
\$71,000	\$887	\$937	\$986	\$1,133	\$1,503	\$2,062
\$72,000	\$893	\$941	\$992	\$1,141	\$1,512	\$2,075
\$73,000	\$897	\$948	\$998	\$1,147	\$1,521	\$2,087
\$74,000	\$903	\$954	\$1,004	\$1,154	\$1,530	\$2,099
\$75,000	\$910	\$960	\$1,010	\$1,162	\$1,539	\$2,113
\$76,000	\$914	\$964	\$1,016	\$1,168	\$1,548	\$2,125
\$77,000	\$919	\$970	\$1,022	\$1,174	\$1,558	\$2,137
\$78,000	\$925	\$976	\$1,027	\$1,182	\$1,567	\$2,149
\$79,000	\$929	\$981	\$1,033	\$1,188	\$1,576	\$2,161
\$80,000	\$935	\$987	\$1,039	\$1,194	\$1,583	\$2,174
\$81,000	\$940	\$992	\$1,045	\$1,202	\$1,592	\$2,184
\$82,000	\$945	\$998	\$1,049	\$1,208	\$1,600	\$2,195
\$83,000	\$949	\$1,002	\$1,056	\$1,214	\$1,608	\$2,207
\$84,000	\$954	\$1,007	\$1,060	\$1,220	\$1,617	\$2,218
\$85,000	\$960	\$1,013	\$1,066	\$1,226	\$1,624	\$2,228
\$86,000	\$964	\$1,018	\$1,072	\$1,232	\$1,634	\$2,242
\$87,000	\$970	\$1,024	\$1,077	\$1,240	\$1,643	\$2,254
\$88,000	\$975	\$1,030	\$1,083	\$1,246	\$1,652	\$2,266
\$89,000	\$981	\$1,036	\$1,089	\$1,253	\$1,661	\$2,280
\$90,000	\$986	\$1,040	\$1,095	\$1,259	\$1,670	\$2,292
\$91,000	\$992	\$1,046	\$1,103	\$1,267	\$1,681	\$2,304
\$92,000	\$998	\$1,053	\$1,109	\$1,275	\$1,690	\$2,318
\$93,000	\$1,002	\$1,059	\$1,115	\$1,282	\$1,699	\$2,332
\$94,000	\$1,008	\$1,065	\$1,121	\$1,288	\$1,708	\$2,344
\$95,000	\$1,015	\$1,071	\$1,127	\$1,296	\$1,719	\$2,358
\$96,000	\$1,021	\$1,077	\$1,133	\$1,303	\$1,729	\$2,371
\$97,000	\$1,027	\$1,083	\$1,141	\$1,311	\$1,739	\$2,385
\$98,000	\$1,033	\$1,091	\$1,147	\$1,319	\$1,749	\$2,400
\$99,000	\$1,039	\$1,097	\$1,154	\$1,328	\$1,760	\$2,414
\$100,000	\$1,045	\$1,103	\$1,161	\$1,335	\$1,770	\$2,428

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$535	\$564	\$595	\$684	\$876	\$1,226
\$26,000	\$541	\$570	\$601	\$691	\$885	\$1,238
\$27,000	\$546	\$576	\$607	\$698	\$894	\$1,250
\$28,000	\$552	\$583	\$613	\$706	\$903	\$1,264
\$29,000	\$558	\$589	\$619	\$712	\$913	\$1,276
\$30,000	\$563	\$595	\$625	\$719	\$922	\$1,288
\$31,000	\$569	\$601	\$631	\$727	\$931	\$1,302
\$32,000	\$575	\$607	\$639	\$733	\$940	\$1,314
\$33,000	\$580	\$611	\$645	\$741	\$949	\$1,328
\$34,000	\$586	\$618	\$651	\$748	\$958	\$1,340
\$35,000	\$592	\$624	\$657	\$756	\$967	\$1,352
\$36,000	\$596	\$630	\$663	\$762	\$976	\$1,366
\$37,000	\$602	\$636	\$669	\$770	\$986	\$1,378
\$38,000	\$608	\$642	\$675	\$777	\$995	\$1,392
\$39,000	\$613	\$648	\$681	\$783	\$1,004	\$1,404
\$40,000	\$619	\$654	\$687	\$791	\$1,013	\$1,416
\$41,000	\$625	\$659	\$694	\$799	\$1,022	\$1,430
\$42,000	\$630	\$665	\$700	\$805	\$1,031	\$1,442
\$43,000	\$636	\$671	\$706	\$812	\$1,040	\$1,456
\$44,000	\$642	\$677	\$712	\$820	\$1,049	\$1,468
\$45,000	\$646	\$683	\$719	\$826	\$1,059	\$1,480
\$46,000	\$653	\$689	\$726	\$834	\$1,068	\$1,494
\$47,000	\$659	\$695	\$732	\$841	\$1,077	\$1,506
\$48,000	\$663	\$701	\$738	\$847	\$1,086	\$1,518
\$49,000	\$669	\$706	\$744	\$855	\$1,095	\$1,532
\$50,000	\$675	\$712	\$750	\$862	\$1,104	\$1,544
\$51,000	\$680	\$718	\$756	\$870	\$1,113	\$1,558
\$52,000	\$686	\$724	\$762	\$876	\$1,122	\$1,570
\$53,000	\$692	\$730	\$768	\$884	\$1,132	\$1,582
\$54,000	\$697	\$736	\$774	\$891	\$1,141	\$1,596
\$55,000	\$703	\$742	\$780	\$897	\$1,150	\$1,608
\$56,000	\$709	\$747	\$786	\$905	\$1,159	\$1,621
\$57,000	\$713	\$753	\$792	\$913	\$1,168	\$1,634
\$58,000	\$719	\$759	\$799	\$919	\$1,177	\$1,646
\$59,000	\$726	\$765	\$806	\$926	\$1,186	\$1,659
\$60,000	\$730	\$771	\$812	\$934	\$1,196	\$1,672

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 1  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

Amount	PROTECTION CLASSES					
	1 - 3	4 - 5	6 - 7	8	9	10
\$61,000	\$736	\$777	\$818	\$940	\$1,205	\$1,685
\$62,000	\$742	\$783	\$824	\$948	\$1,214	\$1,697
\$63,000	\$747	\$789	\$830	\$955	\$1,223	\$1,710
\$64,000	\$753	\$794	\$837	\$961	\$1,232	\$1,723
\$65,000	\$759	\$800	\$843	\$969	\$1,241	\$1,735
\$66,000	\$764	\$806	\$849	\$975	\$1,250	\$1,748
\$67,000	\$768	\$812	\$855	\$983	\$1,259	\$1,760
\$68,000	\$774	\$817	\$859	\$989	\$1,267	\$1,772
\$69,000	\$779	\$823	\$865	\$996	\$1,276	\$1,783
\$70,000	\$785	\$827	\$872	\$1,002	\$1,284	\$1,795
\$71,000	\$789	\$834	\$878	\$1,008	\$1,293	\$1,807
\$72,000	\$794	\$838	\$882	\$1,015	\$1,300	\$1,818
\$73,000	\$799	\$843	\$888	\$1,021	\$1,308	\$1,828
\$74,000	\$803	\$849	\$893	\$1,027	\$1,316	\$1,839
\$75,000	\$809	\$853	\$899	\$1,033	\$1,323	\$1,851
\$76,000	\$814	\$858	\$903	\$1,039	\$1,331	\$1,862
\$77,000	\$818	\$864	\$908	\$1,045	\$1,338	\$1,872
\$78,000	\$823	\$868	\$914	\$1,051	\$1,346	\$1,883
\$79,000	\$827	\$873	\$919	\$1,057	\$1,354	\$1,894
\$80,000	\$832	\$878	\$925	\$1,063	\$1,361	\$1,904
\$81,000	\$837	\$882	\$929	\$1,068	\$1,369	\$1,913
\$82,000	\$840	\$887	\$934	\$1,074	\$1,377	\$1,923
\$83,000	\$844	\$891	\$938	\$1,080	\$1,383	\$1,933
\$84,000	\$849	\$896	\$943	\$1,084	\$1,390	\$1,942
\$85,000	\$853	\$900	\$948	\$1,091	\$1,396	\$1,953
\$86,000	\$858	\$905	\$954	\$1,097	\$1,405	\$1,964
\$87,000	\$862	\$911	\$958	\$1,103	\$1,413	\$1,974
\$88,000	\$867	\$916	\$964	\$1,109	\$1,421	\$1,986
\$89,000	\$873	\$920	\$969	\$1,115	\$1,428	\$1,997
\$90,000	\$878	\$926	\$975	\$1,121	\$1,436	\$2,008
\$91,000	\$882	\$931	\$981	\$1,127	\$1,445	\$2,020
\$92,000	\$887	\$937	\$986	\$1,133	\$1,453	\$2,031
\$93,000	\$893	\$941	\$992	\$1,141	\$1,462	\$2,043
\$94,000	\$897	\$948	\$998	\$1,147	\$1,469	\$2,053
\$95,000	\$902	\$952	\$1,002	\$1,153	\$1,477	\$2,066
\$96,000	\$908	\$958	\$1,008	\$1,161	\$1,486	\$2,078
\$97,000	\$913	\$964	\$1,015	\$1,167	\$1,495	\$2,090
\$98,000	\$919	\$969	\$1,021	\$1,174	\$1,504	\$2,102
\$99,000	\$923	\$975	\$1,027	\$1,180	\$1,513	\$2,114
\$100,000	\$929	\$981	\$1,033	\$1,188	\$1,521	\$2,126

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
FRAME DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$683	\$721	\$759	\$873	\$1,157	\$1,586
\$26,000	\$691	\$729	\$767	\$882	\$1,170	\$1,603
\$27,000	\$697	\$736	\$774	\$891	\$1,180	\$1,620
\$28,000	\$704	\$744	\$782	\$900	\$1,192	\$1,637
\$29,000	\$712	\$751	\$791	\$910	\$1,205	\$1,653
\$30,000	\$718	\$759	\$799	\$919	\$1,217	\$1,670
\$31,000	\$726	\$767	\$806	\$928	\$1,229	\$1,687
\$32,000	\$733	\$773	\$814	\$937	\$1,241	\$1,704
\$33,000	\$739	\$780	\$821	\$946	\$1,253	\$1,719
\$34,000	\$747	\$788	\$830	\$955	\$1,265	\$1,735
\$35,000	\$754	\$795	\$838	\$963	\$1,278	\$1,752
\$36,000	\$761	\$803	\$846	\$972	\$1,290	\$1,769
\$37,000	\$768	\$811	\$853	\$981	\$1,302	\$1,786
\$38,000	\$776	\$818	\$861	\$990	\$1,314	\$1,802
\$39,000	\$782	\$826	\$870	\$999	\$1,326	\$1,819
\$40,000	\$789	\$834	\$878	\$1,008	\$1,337	\$1,834
\$41,000	\$797	\$841	\$885	\$1,018	\$1,349	\$1,851
\$42,000	\$805	\$849	\$893	\$1,027	\$1,361	\$1,868
\$43,000	\$811	\$856	\$900	\$1,036	\$1,373	\$1,885
\$44,000	\$818	\$864	\$910	\$1,045	\$1,386	\$1,901
\$45,000	\$826	\$872	\$917	\$1,054	\$1,398	\$1,918
\$46,000	\$832	\$879	\$925	\$1,063	\$1,410	\$1,935
\$47,000	\$840	\$887	\$932	\$1,072	\$1,422	\$1,951
\$48,000	\$847	\$893	\$940	\$1,081	\$1,434	\$1,967
\$49,000	\$853	\$900	\$949	\$1,091	\$1,446	\$1,983
\$50,000	\$861	\$908	\$957	\$1,100	\$1,459	\$2,000
\$51,000	\$868	\$916	\$964	\$1,109	\$1,471	\$2,017
\$52,000	\$875	\$923	\$972	\$1,118	\$1,483	\$2,034
\$53,000	\$882	\$931	\$980	\$1,127	\$1,494	\$2,050
\$54,000	\$890	\$938	\$989	\$1,136	\$1,506	\$2,067
\$55,000	\$896	\$946	\$996	\$1,145	\$1,518	\$2,084
\$56,000	\$903	\$954	\$1,004	\$1,154	\$1,530	\$2,099
\$57,000	\$911	\$961	\$1,011	\$1,164	\$1,542	\$2,116
\$58,000	\$917	\$969	\$1,019	\$1,173	\$1,554	\$2,132
\$59,000	\$925	\$976	\$1,028	\$1,182	\$1,567	\$2,149
\$60,000	\$932	\$984	\$1,036	\$1,191	\$1,579	\$2,166

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
FRAME DWELLING  
\$500 DEDUCTIBLE**

Amount	PROTECTION CLASSES					
	1 - 3	4 - 5	6 - 7	8	9	10
\$61,000	\$938	\$992	\$1,043	\$1,200	\$1,591	\$2,183
\$62,000	\$946	\$999	\$1,051	\$1,209	\$1,603	\$2,199
\$63,000	\$954	\$1,007	\$1,059	\$1,218	\$1,615	\$2,215
\$64,000	\$960	\$1,013	\$1,068	\$1,227	\$1,627	\$2,231
\$65,000	\$967	\$1,021	\$1,075	\$1,237	\$1,640	\$2,248
\$66,000	\$973	\$1,028	\$1,083	\$1,244	\$1,650	\$2,263
\$67,000	\$981	\$1,036	\$1,089	\$1,253	\$1,661	\$2,280
\$68,000	\$987	\$1,042	\$1,097	\$1,262	\$1,673	\$2,295
\$69,000	\$995	\$1,049	\$1,104	\$1,270	\$1,684	\$2,310
\$70,000	\$1,001	\$1,056	\$1,112	\$1,279	\$1,696	\$2,326
\$71,000	\$1,007	\$1,063	\$1,119	\$1,287	\$1,705	\$2,339
\$72,000	\$1,013	\$1,069	\$1,126	\$1,294	\$1,716	\$2,355
\$73,000	\$1,019	\$1,075	\$1,133	\$1,302	\$1,726	\$2,368
\$74,000	\$1,025	\$1,083	\$1,139	\$1,310	\$1,737	\$2,383
\$75,000	\$1,031	\$1,089	\$1,147	\$1,319	\$1,748	\$2,397
\$76,000	\$1,037	\$1,095	\$1,153	\$1,326	\$1,757	\$2,411
\$77,000	\$1,043	\$1,101	\$1,159	\$1,334	\$1,767	\$2,424
\$78,000	\$1,049	\$1,107	\$1,167	\$1,340	\$1,778	\$2,438
\$79,000	\$1,056	\$1,113	\$1,173	\$1,348	\$1,787	\$2,452
\$80,000	\$1,062	\$1,119	\$1,179	\$1,355	\$1,798	\$2,466
\$81,000	\$1,066	\$1,126	\$1,185	\$1,363	\$1,807	\$2,479
\$82,000	\$1,072	\$1,132	\$1,191	\$1,370	\$1,816	\$2,491
\$83,000	\$1,077	\$1,138	\$1,197	\$1,377	\$1,825	\$2,504
\$84,000	\$1,083	\$1,144	\$1,203	\$1,384	\$1,834	\$2,517
\$85,000	\$1,089	\$1,148	\$1,209	\$1,390	\$1,843	\$2,529
\$86,000	\$1,095	\$1,156	\$1,217	\$1,399	\$1,854	\$2,543
\$87,000	\$1,101	\$1,162	\$1,223	\$1,407	\$1,865	\$2,558
\$88,000	\$1,107	\$1,168	\$1,230	\$1,415	\$1,875	\$2,572
\$89,000	\$1,113	\$1,174	\$1,237	\$1,422	\$1,886	\$2,587
\$90,000	\$1,119	\$1,182	\$1,244	\$1,430	\$1,897	\$2,601
\$91,000	\$1,126	\$1,188	\$1,250	\$1,439	\$1,907	\$2,616
\$92,000	\$1,132	\$1,196	\$1,258	\$1,446	\$1,918	\$2,631
\$93,000	\$1,138	\$1,202	\$1,265	\$1,454	\$1,929	\$2,645
\$94,000	\$1,145	\$1,208	\$1,272	\$1,463	\$1,939	\$2,660
\$95,000	\$1,151	\$1,215	\$1,279	\$1,471	\$1,950	\$2,675
\$96,000	\$1,157	\$1,223	\$1,287	\$1,480	\$1,962	\$2,692
\$97,000	\$1,165	\$1,229	\$1,294	\$1,489	\$1,974	\$2,707
\$98,000	\$1,171	\$1,237	\$1,302	\$1,497	\$1,985	\$2,724
\$99,000	\$1,179	\$1,244	\$1,310	\$1,506	\$1,997	\$2,739
\$100,000	\$1,186	\$1,252	\$1,317	\$1,515	\$2,009	\$2,756

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$25,000	\$607	\$642	\$675	\$776	\$995	\$1,390
\$26,000	\$614	\$648	\$681	\$785	\$1,005	\$1,405
\$27,000	\$621	\$654	\$689	\$792	\$1,016	\$1,419
\$28,000	\$627	\$662	\$697	\$800	\$1,025	\$1,434
\$29,000	\$633	\$668	\$703	\$809	\$1,036	\$1,448
\$30,000	\$639	\$675	\$710	\$817	\$1,046	\$1,463
\$31,000	\$645	\$681	\$718	\$824	\$1,057	\$1,477
\$32,000	\$653	\$687	\$724	\$834	\$1,068	\$1,492
\$33,000	\$659	\$695	\$732	\$841	\$1,078	\$1,506
\$34,000	\$665	\$701	\$738	\$849	\$1,088	\$1,521
\$35,000	\$671	\$709	\$745	\$858	\$1,098	\$1,535
\$36,000	\$677	\$715	\$753	\$865	\$1,109	\$1,550
\$37,000	\$683	\$721	\$759	\$873	\$1,119	\$1,564
\$38,000	\$691	\$729	\$767	\$881	\$1,130	\$1,579
\$39,000	\$697	\$735	\$774	\$890	\$1,139	\$1,594
\$40,000	\$703	\$741	\$780	\$897	\$1,150	\$1,608
\$41,000	\$709	\$748	\$788	\$905	\$1,161	\$1,623
\$42,000	\$715	\$754	\$794	\$914	\$1,171	\$1,637
\$43,000	\$721	\$762	\$802	\$922	\$1,182	\$1,652
\$44,000	\$727	\$768	\$809	\$929	\$1,191	\$1,665
\$45,000	\$735	\$774	\$815	\$938	\$1,202	\$1,681
\$46,000	\$741	\$782	\$823	\$946	\$1,212	\$1,694
\$47,000	\$747	\$788	\$829	\$954	\$1,223	\$1,710
\$48,000	\$753	\$795	\$837	\$963	\$1,234	\$1,723
\$49,000	\$759	\$802	\$844	\$970	\$1,244	\$1,739
\$50,000	\$765	\$808	\$850	\$978	\$1,253	\$1,752
\$51,000	\$773	\$815	\$858	\$987	\$1,264	\$1,767
\$52,000	\$779	\$821	\$865	\$995	\$1,275	\$1,781
\$53,000	\$785	\$829	\$872	\$1,002	\$1,285	\$1,796
\$54,000	\$791	\$835	\$879	\$1,011	\$1,296	\$1,810
\$55,000	\$797	\$841	\$885	\$1,019	\$1,305	\$1,825
\$56,000	\$803	\$849	\$893	\$1,027	\$1,316	\$1,839
\$57,000	\$811	\$855	\$900	\$1,034	\$1,326	\$1,854
\$58,000	\$817	\$862	\$907	\$1,043	\$1,337	\$1,868
\$59,000	\$823	\$868	\$914	\$1,051	\$1,348	\$1,883
\$60,000	\$829	\$875	\$922	\$1,059	\$1,357	\$1,898

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY  
LIMITED HOMEOWNERS PROGRAM  
ARKANSAS ANNUAL RATES**

**TERRITORY 2  
MASONRY DWELLING  
\$500 DEDUCTIBLE**

<b>Amount</b>	<b>PROTECTION CLASSES</b>					
	<b>1 - 3</b>	<b>4 - 5</b>	<b>6 - 7</b>	<b>8</b>	<b>9</b>	<b>10</b>
\$61,000	\$835	\$882	\$928	\$1,068	\$1,367	\$1,912
\$62,000	\$841	\$888	\$935	\$1,075	\$1,378	\$1,927
\$63,000	\$849	\$894	\$941	\$1,083	\$1,389	\$1,941
\$64,000	\$855	\$902	\$949	\$1,092	\$1,399	\$1,956
\$65,000	\$861	\$908	\$957	\$1,100	\$1,410	\$1,970
\$66,000	\$867	\$914	\$963	\$1,107	\$1,419	\$1,983
\$67,000	\$873	\$920	\$969	\$1,115	\$1,428	\$1,997
\$68,000	\$879	\$928	\$976	\$1,122	\$1,439	\$2,011
\$69,000	\$884	\$934	\$983	\$1,130	\$1,448	\$2,024
\$70,000	\$890	\$940	\$989	\$1,138	\$1,457	\$2,038
\$71,000	\$896	\$946	\$995	\$1,144	\$1,466	\$2,050
\$72,000	\$900	\$951	\$1,001	\$1,151	\$1,475	\$2,062
\$73,000	\$907	\$957	\$1,007	\$1,159	\$1,484	\$2,075
\$74,000	\$913	\$963	\$1,013	\$1,165	\$1,494	\$2,088
\$75,000	\$917	\$969	\$1,019	\$1,173	\$1,503	\$2,101
\$76,000	\$923	\$973	\$1,025	\$1,179	\$1,512	\$2,113
\$77,000	\$928	\$980	\$1,031	\$1,186	\$1,519	\$2,125
\$78,000	\$934	\$986	\$1,037	\$1,192	\$1,529	\$2,137
\$79,000	\$938	\$990	\$1,043	\$1,200	\$1,538	\$2,149
\$80,000	\$945	\$996	\$1,049	\$1,206	\$1,545	\$2,161
\$81,000	\$949	\$1,001	\$1,054	\$1,212	\$1,553	\$2,172
\$82,000	\$954	\$1,007	\$1,060	\$1,218	\$1,562	\$2,183
\$83,000	\$958	\$1,011	\$1,065	\$1,224	\$1,570	\$2,193
\$84,000	\$963	\$1,018	\$1,071	\$1,230	\$1,577	\$2,205
\$85,000	\$969	\$1,022	\$1,075	\$1,237	\$1,585	\$2,216
\$86,000	\$973	\$1,028	\$1,081	\$1,244	\$1,594	\$2,228
\$87,000	\$980	\$1,034	\$1,088	\$1,252	\$1,603	\$2,242
\$88,000	\$984	\$1,039	\$1,094	\$1,258	\$1,612	\$2,254
\$89,000	\$990	\$1,045	\$1,100	\$1,265	\$1,621	\$2,266
\$90,000	\$996	\$1,051	\$1,106	\$1,272	\$1,631	\$2,278
\$91,000	\$1,001	\$1,057	\$1,112	\$1,279	\$1,640	\$2,292
\$92,000	\$1,007	\$1,063	\$1,119	\$1,287	\$1,649	\$2,304
\$93,000	\$1,013	\$1,069	\$1,126	\$1,294	\$1,658	\$2,318
\$94,000	\$1,019	\$1,075	\$1,132	\$1,302	\$1,667	\$2,332
\$95,000	\$1,024	\$1,081	\$1,138	\$1,308	\$1,678	\$2,344
\$96,000	\$1,030	\$1,088	\$1,145	\$1,316	\$1,687	\$2,358
\$97,000	\$1,036	\$1,094	\$1,151	\$1,325	\$1,697	\$2,373
\$98,000	\$1,042	\$1,100	\$1,159	\$1,332	\$1,707	\$2,386
\$99,000	\$1,048	\$1,107	\$1,165	\$1,340	\$1,717	\$2,400
\$100,000	\$1,054	\$1,113	\$1,171	\$1,348	\$1,726	\$2,414

NAIC Number: 12114  
 Company Name: National Security Fire & Casualty Company  
 Contact Person: John Battles  
 Telephone No.: (941) 926-0144  
 Email Address: johnbattles@nsfrc.com  
 Effective Date: 11/15/2011

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

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

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

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

Public Protection Class	Dwelling Value	Washington		Baxter		Craighead		St. Francis		Desha		Union		Miller		Sebastian		Pulaski	
		Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame
3	\$80,000	\$832.00	\$935.00	\$832.00	\$935.00	\$945.00	\$1,062.00	\$945.00	\$1,062.00	\$945.00	\$1,062.00	\$832.00	\$935.00	\$832.00	\$935.00	\$832.00	\$935.00	\$832.00	\$935.00
	\$120,000																		
	\$160,000																		
6	\$80,000	\$925.00	\$1,039.00	\$925.00	\$1,039.00	\$1,049.00	\$1,179.00	\$1,049.00	\$1,179.00	\$1,049.00	\$1,179.00	\$925.00	\$1,039.00	\$925.00	\$1,039.00	\$925.00	\$1,039.00	\$925.00	\$1,039.00
	\$120,000																		
	\$160,000																		
9	\$80,000	\$1,361.00	\$1,583.00	\$1,361.00	\$1,583.00	\$1,545.00	\$1,798.00	\$1,545.00	\$1,798.00	\$1,545.00	\$1,798.00	\$1,361.00	\$1,583.00	\$1,361.00	\$1,583.00	\$1,361.00	\$1,583.00	\$1,361.00	\$1,583.00
	\$120,000																		
	\$160,000																		

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

Public Protection Class	Property Value	Washington		Baxter		Craighead		St. Francis		Arkansas		Union		Miller		Sebastian		Pulaski	
		Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame	Brick	Frame
3	\$5,000																		
	\$15,000																		
	\$25,000																		
6	\$5,000																		
	\$15,000																		
	\$25,000																		
9	\$5,000																		
	\$15,000																		
	\$25,000																		

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

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

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

**HO3 and HO4 only**

Fire Extinguisher	0 %	Deadbolt Lock	0 %
Burglar Alarm	0 %	Window Locks	0 %
Smoke Alarm	0 %	\$1,000 Deductible	12 %
		Other (specify)	
		Age, Central Alarm and A	30 %
		Maximum Credit Allowed	N/A %

**EARTHQUAKE INSURANCE**

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

ARE YOU CURRENTLY WRITING EARTHQUAKE COVERAGE IN ARKANSAS?	Yes	(yes or no)	
WHAT IS YOUR PERCENTAGE DEDUCTIBLE?	2 %		
WHAT IS YOUR PRICE PER \$1,000 OF COVERAGE?	Zone	Brick	Frame
	Highest Risk	\$ 0.65	\$ 0.47
	Lowest Risk	\$ 0.65	\$ 0.47

*SERFF Tracking Number:*      *REGU-127380806*                      *State:*                      *Arkansas*  
*Filing Company:*              *National Security Fire & Casualty Company*      *State Tracking Number:*  
*Company Tracking Number:*      *NSFC-HO-11-AR-01*  
*TOI:*                      *04.0 Homeowners*                      *Sub-TOI:*                      *04.0000 Homeowners Sub-TOI Combinations*  
*Product Name:*                      *Limited Homeowners Program*  
*Project Name/Number:*              *2010 Rate Level Review and Filing/NSFC-HO-11-AR-01*

**Attachment "HPCS 3-06i Rev 10-14-10.xlsm" is not a PDF document and cannot be reproduced here.**

### NAIC LOSS COST DATA ENTRY DOCUMENT

<b>1.</b>	This filing transmittal is part of Company Tracking #	<b>NSFC-HO-10-AR-01</b>
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<b>2.</b>	If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number	<b>This filing does not include the adoption of the American Association of Insurance Services loss costs.</b>
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Company Name		Company NAIC Number		
<b>3.</b>	<b>A.</b>	<b>National Security Fire &amp; Casualty Company</b>	<b>B.</b>	<b>316-12114</b>

Product Coding Matrix Line of Business (i.e., Type of Insurance)		Product Coding Matrix Line of Insurance (i.e., Sub-type of Insurance)		
<b>4.</b>	<b>A.</b>	<b>04.0 Homeowners</b>	<b>B.</b>	<b>04.0000 Homeowners Sub-TOI Combinations</b>

<b>5.</b>			<b>FOR LOSS COSTS ONLY</b>				
(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	(D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
<b>Homeowners</b>	<b>31.9%</b>	<b>15.0%</b>	<b>63.2%</b>	<b>1.000</b>	<b>1.521</b>	<b>N/A</b>	<b>1.521</b>
<b>TOTAL OVERALL EFFECT</b>	<b>31.9%</b>	<b>15.0%</b>					

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
<b>2006</b>	<b>4,119</b>			<b>\$2,145,936</b>	<b>\$1,919,594</b>	<b>89.5%</b>	<b>91.8%</b>
<b>2007</b>	<b>4,364</b>	<b>+19.2%</b>	<b>05/01/07</b>	<b>\$2,344,734</b>	<b>\$1,932,968</b>	<b>82.4%</b>	<b>72.2%</b>
<b>2008</b>	<b>4,148</b>	<b>+15.0%</b>	<b>04/15/08</b>	<b>\$2,313,834</b>	<b>\$3,004,349</b>	<b>129.8%</b>	<b>70.5%</b>
<b>2009</b>	<b>4,093</b>			<b>\$2,237,994</b>	<b>\$1,720,466</b>	<b>76.9%</b>	<b>63.3%</b>
<b>2010</b>	<b>3,440</b>	<b>+10.0%</b>	<b>11/15/10</b>	<b>\$2,064,380</b>	<b>\$1,886,134</b>	<b>91.4%</b>	<b>75.5%</b>
<b>2011*</b>	<b>1,971</b>			<b>\$944,391</b>	<b>\$1,217,364</b>	<b>128.9%</b>	

7.	
Expense Constants	Selected Provisions
A. Total Production Expense	<b>24.05%</b>
B. General Expense	<b>6.35%</b>
C. Taxes, License & Fees	<b>3.40%</b>
D. Underwriting Profit & Contingencies	<b>5.00%</b>
E. Other (Inv. Income Offset)	<b>-2.00%</b>
F. TOTAL	<b>36.80%</b>

\* 2011 – Six Months

- 8.** NO Apply Lost Cost Factors to Future filings? (Y or N)
- 9.** 15% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): All Territories
- 10.** N/A Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): \_\_\_\_\_