

NAIC LOSS COST DATA ENTRY DOCUMENT

1. This filing transmittal is part of Company Tracking # NA By bharrington at 8:32 am, 9/27/06

2. If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number NA **PROPERTY & CASUALTY**
ARKANSAS INSURANCE DEPARTMENT

		Company Name			Company NAIC Number
3.	A.	Farmers Home Fire Insurance Company	B.		18228

		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.	Lines 1&2 – Dwelling/Fire, Line 3 – Farmowners , and Line 4 - Homeowners	B.		-----

5.

(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	FOR LOSS COSTS ONLY				
			(D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
Fire	See narrative						
Allied	See narrative						
Farmowners	See narrative						
Homeowners	See narrative						
TOTAL OVERALL EFFECT							

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
01	9900			2986	1974	66.1	NA
02	10617	6.5	1-1-02	3497	2008	57.4	NA
03	10999			4075	2044	50.2	NA
04	10765	0*	3-1-04	4423	1985	44.9	NA
05	10656			4534	1929	42.5	NA

7.

Expense Constants **	Selected Provisions
A. Total Production Expense	19.0
B. General Expense	23.2
C. Taxes, License & Fees	3.7
D. Underwriting Profit & Contingencies	7.1
E. Other (explain)	
F. TOTAL	53.0

*Increase tenant rate surcharges. Not a percent increase. Done as rule filing, not RF-1 filing.

**From 2005 Annual Statement and IEE Exhibit.

8. N Apply Lost Cost Factors to Future filings? (Y or N)
 9. NA*** Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): ***See narrative.
 10. 0 Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): _____