

NAIC LOSS COST DATA ENTRY DOCUMENT

1.	This filing transmittal is part of Company Tracking #	NSFC-HO-07-AR-01
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2.	If filing is an adoption of an advisory organization loss cost filing, give name of Advisory Organization and Reference/ Item Filing Number	American Association of Insurance Services (AAIS) Rev. 07 07 and Bulletin Number 07-0775 (AAIS-2007-2 & AR-PC-07-022827)
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Company Name		Company NAIC Number	
3.	A. National Security Fire & Casualty Company	B.	316-12114

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. 04.0 Homeowners	B.	04.0000 Homeowners Sub-TOI Combinations

5.			FOR LOSS COSTS ONLY				
(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	(D) Expected Loss Ratio	(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
Homeowners	+18.9%	+15.0%	61.9%	1.000	1.521	N/A	1.597
FILED							
TOTAL OVERALL EFFECT	+18.9%	+15.0%					
By Becky Harrington at 8:53 am, 6/9/08							

6.		5 Year History	Rate Change History		PROPERTY & CASUALTY				ARKANSAS INSURANCE DEPARTMENT	
Year	Policy Count	% of Change	Effective Date	State Earned Premium (000)	Incurred Losses (000)	State Loss Ratio	Countrywide Loss Ratio	Expense Constants		Selected Provisions
2003	2,383			\$1,076,672	\$886,601	82.3%	58.9%	A. Total Production Expense		24.50%
2004	3,226	+15.0%	11/01/04	\$1,473,165	\$1,416,093	96.1%	73.9%	B. General Expense		3.50%
2005	3,746			\$1,897,102	\$1,793,916	94.6%	143.9%	C. Taxes, License & Fees		3.27%
2006	4,119			\$2,145,936	\$1,919,594	89.5%	78.3%	D. Underwriting Profit & Contingencies		5.00%
2007	4,359	+19.2%	05/01/07	\$2,344,734	\$1,932,968	82.4%	58.2%	E. Other (Inv. Income)		-2.00%
								F. TOTAL		34.27%

8. N Apply Lost Cost Factors to Future filings? (Y or N)
9. 17.7% Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): Territory 2 – Eastern Counties
10. N/A Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable):