

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

**1.** This filing transmittal is part of Company Tracking # HAR0703-107760

**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	
<b>3.</b>	<b>A.</b> Farmers Insurance Exchange	<b>B.</b>	21652

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

**5.**

(A) COVERAGE (See Instructions)	(B) Indicated % Rate Level Change	(C) Requested % Rate Level Change	(D) Expected Loss Ratio	FOR LOSS COSTS ONLY			
				(E) Loss Cost Modification Factor	(F) Selected Loss Cost Multiplier	(G) Expense Constant (If Applicable)	(H) Co. Current Loss Cost Multiplier
PTP, SPF, TP, Renters**	24.9%	12.3%	N/A	N/A	N/A	N/A	N/A
By Becky Harrington at 10:03 am, 1/11/08							
<b>PROPERTY &amp; CASUALTY</b>							
<b>ARKANSAS INSURANCE DEPARTMENT</b>							
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
2002	1,180	40.0%	4/16/2002	820	335	40.8%	141.4%
2003	1,046	7.1%	9/16/2003	779	188	24.1%	64.4%
2004	939	0%	12/16/2004	688	271	39.3%	35.3%
2005	856	0.5%	1/16/2005	577	197	34.2%	77.6%
2006	767	0%	None	515	522	101.3%	60.9%
2007		10.7%	2/16/2007				

**7.**

Expense Ratio	Selected Provisions
A. Total Production Expense	26.80%
B. General Expense	5.00%
C. Taxes, Licenses & Fees	3.50%
D. Underwriting Profit & Contingencies	8.10%
E. Other (explain)	7.80%
F. TOTAL	51.20%

**8.**   N   Apply Loss Cost Factors to Future filings? (Y or N)  
**9.**   32.9%   Estimated Maximum Rate Increase for any Insured (%) Territory (if applicable): \_\_\_\_\_  
**10.**   -2.7%   Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): \_\_\_\_\_

\* Figures from Page 14/15, Farmers Insurance Company, Inc.  
 \* Based on current book of business multi-variable analysis.  
 \*\*\* Figures from TA635 reports