

**NAIC LOSS COST DATA ENTRY DOCUMENT** (EFFECTIVE AUG. 16, 2004)

<b>1.</b>	This filing transmittal is part of Company Tracking #	<b>DF-AR-08327-01R</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	
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	Company Name		Company NAIC Number	
<b>3.</b>	<b>A.</b>	<b>Hanover</b>	<b>B.</b>	<b>0088-22292</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>Property</b>	<b>B.</b>	<b>Fire and Allied Lines</b>

<b>5.</b>				FOR LOSS COSTS ONLY				
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
	COVERAGE (See Instructions)	Indicated % Rate Level Change	Requested % Rate Level Change	Expected Loss Ratio	Loss Cost Modification Factor	Selected Loss Cost Multiplier	Expense Constant (If Applicable)	Co. Current Loss Cost Multiplier
	<b>Dwelling Fire</b>	<b>16.0%</b>	<b>5.0%</b>			By Becky Harrington at 8:31 am, 8/29/08		
					<b>PROPERTY &amp; CASUALTY</b>			
					<b>ARKANSAS INSURANCE DEPARTMENT</b>			
	TOTAL OVERALL EFFECT	<b>16.0%</b>	<b>5.0%</b>					

<b>6.</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>2003</b>	241	0.0%	-	83,222	4,797	.06	
	<b>2004</b>	362	0.0%	-	135,156	16,989	.13	
	<b>2005</b>	483	0.0%	-	194,516	85,160	.44	
	<b>2006</b>	524	0.0%	-	237,564	198,211	.83	
	<b>2007</b>	543	0.0%	-	272,818	88,789	.33	

<b>7.</b>	Expense Constants	Selected Provisions
	A. Total Production Expense	<b>15.1%</b>
	B. General Expense	<b>11.5%</b>
	C. Taxes, License & Fees	<b>3.6%</b>
	D. Underwriting Profit & Contingencies	<b>5.2%</b>
	E. Other (explain)	<b>9.4%</b>
	F. TOTAL	<b>44.8%</b>

- 8.**   N   Apply Lost Cost Factors to Future filings? (Y or N)
- 9.**   5.0%   Estimated Maximum Rate Increase for any Insured (%). Territory (if applicable): \_\_\_\_\_
- 10.**   5.0%   Estimated Maximum Rate Decrease for any Insured (%) Territory (if applicable): \_\_\_\_\_