PENNSYLVANIA COMPENSATION RATING BUREAU
F CLASS FILING

<u>Calculation of Expected Loss Rate Factors</u>

The attached exhibit contains Expected Loss Rate Factors. They are applied to loss costs by classification to produce Table A (Expected Loss Factors) which are the basis for the calculation of Expected Losses.

PENNSYLVANIA F-CLASS RATE REVISION

CALCULATION OF EXPECTED LOSS RATE FACTORS

Policy Year Beginning 1-Apr	Average Law Multiplier	Adjust-ment Factor	Loss Ratio Development Factor	Expense Allowance 1.0 / (PLR/CPR)	Trend Factor	Product (2) * (3) * (4) *(5) * (6)	Expected Loss Rate Factor 1.0 / (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
2008	1.0000	1.0000	1.1036	1.7163	1.0000	1.8941	0.5280
2009	1.0000	1.0000	1.1725	1.7163	1.0000	2.0124	0.4969
2010	1.0000	1.0000	1.7347	1.7163	1.0000	2.9773	0.3359