

PENNSYLVANIA COMPENSATION RATING BUREAU

Merit Rating Plan Off-Balance Indications

This exhibit shows data relevant to the calculation of the Merit Rating Plan Off-Balance Factor applicable to Manual Premium. The factor, as a ratio to standard premium, remains constant at 0.0032.

Pennsylvania Compensation Rating Bureau

Analysis of Merit Rating Plan Off-Balance Indications

Risk Type	# of Risks	Manual Premium Before MRP	MRP Adjustment	Standard Premium Before Adjustment	Average Debit / Credit
1. Not Qualified for MRP	52,002	27,633,694	0	30,285,288	0.00%
2. Qualified for MRP Discount	153,131	174,988,364	-8,754,046	179,551,751	-5.00%
3. Qualified for MRP No Adjustment	3,684	13,138,047	0	13,240,856	0.00%
4. Qualified for MRP Surcharge	415	3,074,411	153,740	3,083,457	5.00%
5. Experience Rated Risks	52,631	2,509,932,634	0	2,447,808,378	0.00%
Total	261,863	2,728,767,150	-8,600,306	2,673,969,730	-0.32%
Ratio to Standard Premium					-0.32%
Increment to Manual Premium					0.0032

Data from policies effective 2013-2014 using 2014 Manual and Standard Premium.