

Book of Business and Annual Assumptions

Prior Year Policy Count / Premium \$	<input type="text" value="100,000"/>	\$100,000,000		
New Business % <input checked="" type="radio"/> % <input type="radio"/> #	<input type="text" value="10.00%"/>	10.00%	New Policies	10,000 10,000
Attrition % (Retention: 90.00%)	<input type="text" value="-10.00%"/>	-10.00%	Renewal Policies	90,000 90,000
Gain (Loss) %	<input type="text" value="0.00%"/>	0.00%	Total Policies	100,000 100,000
			Avg. Premium/Policy	\$ <input type="text" value="1,000"/> 1,000



Underwriting Expenses

U/W Expense Ratio: New	<input type="text" value="35.00%"/>	35.00%	(\$3,500,000)	(\$3,500,000)
U/W Expense Ratio: Renew	<input type="text" value="30.00%"/>	30.00%	(\$27,000,000)	(\$27,000,000)

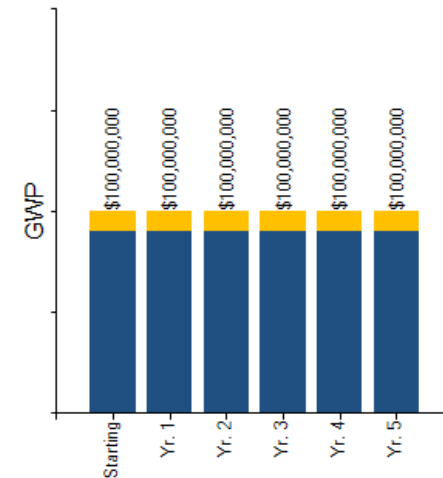
Claims

Loss Frequency New	<input type="text" value="8.00%"/>	8.00%	Claim Count	800 800
Loss Frequency Renew	<input type="text" value="5.00%"/>	5.00%		
Mix Adjusted Frequency	<input type="text" value="5.30%"/>	5.30%		
Loss Severity	\$ <input type="text" value="11,000"/>	\$11,000		
			+	4,500 4,500
				5,300 5,300
			Claims/CR/Month	<input type="text" value="20.0"/> 20.0
			Number of CRs	22.1 22.1
			Cost \$ Per CR	\$ <input type="text" value="140,000"/> \$140,000

Year 1 Results

Earned Premium (=GWP)	\$100,000,000	\$100,000,000		
+ Investment Income	\$300,000	\$300,000		
- U/W Expenses	(\$30,500,000)	(\$30,500,000)		Expense Ratio 30.50% 30.50%
- Insurance Claims	(\$58,300,000)	(\$58,300,000)	-58.30%	-58.30%
- Claims: Variable	(\$8,191,667)	(\$8,191,667)	-8.19%	-8.19%
- Claims: Fixed	\$ <input type="text" value="-3,400,000"/>	(\$3,400,000)	-3.40%	-3.40%
+/- Other (Income/Expenses)	\$ <input type="text" value="0"/>	\$0		Loss Ratio 67.89% 67.89%
= Operating Profit	\$1,908,333	\$1,908,333		Combined Ratio 98.39% 98.39%

Op.Profit:Year 5 **\$1,908,333** \$1,908,333



■ New Business ■ Renewal Premium

Investment Configuration

Investment Return %	<input type="text" value="3.00%"/>	3.00%
% of Premiums in Investments	<input type="text" value="10.00%"/>	10.00%

Claims Variable

Claims Variable: ULAE	<input type="text" value="-0.10%"/>	-0.10%
Claims Variable: ALAE	<input type="text" value="-3.00%"/>	-3.00%

Viewing Options

- Show Starting Values
- Show Snap Variables