

PRIVATE PASSENGER AUTOMOBILE - EXCLUDING FARMERS

PROVINCE OF ONTARIO

COVERAGE AND YEAR	NUMBER OF WRITTEN VEHICLES (1)	NUMBER OF EARNED VEHICLES (2)	WRITTEN PREMIUMS (3)	EARNED PREMIUMS (4)	NUMBER OF CLAIMS (5)	CLAIMS AND ADJUSTMENT EXPENSES INCURRED (6)	CLAIM FREQUENCY PER 100 EARNED VEHICLES (7)	AVERAGE COST PER CLAIM (8)	AVERAGE EARNED PREMIUM (9)	CLAIM COST PER EARNED VEHICLE (10)	EARNED LOSS INCURRED RATIO (11)
ALL PERILS (\$300 DEDUCTIBLE) / TOUS RISQUES (FRANCHISE DE 300\$)											
2006	133,477	140,400	52,819,156	56,166,884	10,087	30,158,085	7.18	2,990	400.05	214.80	54
2007	118,544	126,010	46,554,052	49,598,950	8,301	27,491,937	6.59	3,312	393.61	218.17	55
2008	99,362	109,200	38,816,399	42,776,704	6,096	21,843,028	5.58	3,583	391.73	200.03	51
2009	86,291	92,635	32,466,548	35,509,228	4,361	15,548,889	4.71	3,565	383.32	167.85	44
2010	77,277	81,776	27,081,326	29,799,943	3,277	12,668,621	4.01	3,866	364.40	154.92	43
TOTAL	514,951	550,023	197,737,481	213,851,709	32,122	107,710,560	5.84	3,353	388.81	195.83	50
ALL PERILS (\$500 DEDUCTIBLE) / TOUS RISQUES (FRANCHISE DE 500\$)											
2006	596,894	592,246	229,997,474	231,826,295	32,176	132,488,235	5.43	4,118	391.44	223.70	57
2007	608,543	600,217	227,741,463	226,463,490	34,132	147,933,051	5.69	4,334	377.30	246.47	65
2008	616,603	616,491	233,351,112	232,789,915	29,655	148,036,433	4.81	4,992	377.60	240.13	64
2009	603,700	609,110	213,545,249	223,564,204	27,032	132,737,769	4.44	4,910	367.03	217.92	59
2010	585,865	594,505	201,456,878	206,178,209	22,185	120,686,030	3.73	5,440	346.81	203.00	59
TOTAL	3,011,605	3,012,570	1,106,092,176	1,120,821,933	145,180	681,881,518	4.82	4,697	372.05	226.35	61
ALL PERILS - ALL CODES / TOUS RISQUES - TOUS LES CODES											
2006	982,158	968,901	395,126,382	395,839,963	53,710	238,997,198	5.54	4,450	408.55	246.67	60
2007	1,013,151	995,709	392,950,241	390,636,470	56,137	264,407,380	5.64	4,710	392.32	265.55	68
2008	1,031,105	1,026,020	401,557,729	399,208,584	51,460	271,670,554	5.02	5,279	389.08	264.78	68
2009	1,025,227	1,031,405	376,300,242	390,923,076	51,206	258,930,013	4.96	5,057	379.02	251.05	66
2010	1,017,306	1,027,328	364,751,423	371,590,235	42,589	233,280,823	4.15	5,477	361.71	227.08	63
TOTAL	5,068,947	5,049,364	1,930,686,017	1,948,198,328	255,102	1,267,285,968	5.05	4,968	385.83	250.98	65
COLLISION (\$300 DEDUCTIBLE) / COLLISION (FRANCHISE DE 300\$)											
2006	246,484	268,135	57,258,949	63,397,475	8,504	32,883,509	3.17	3,867	236.44	122.64	52
2007	209,316	224,830	47,848,968	52,083,612	6,593	30,421,651	2.93	4,614	231.66	135.31	58
2008	191,776	199,274	43,872,895	45,517,064	7,395	29,146,732	3.71	3,941	228.41	146.26	64
2009	172,487	181,854	39,919,408	41,853,712	6,180	21,394,008	3.40	3,462	230.15	117.64	51
2010	151,830	161,460	35,262,056	37,279,016	4,876	19,578,283	3.02	4,015	230.89	121.26	53
TOTAL	971,893	1,035,556	224,162,276	240,130,879	33,548	133,424,183	3.24	3,977	231.89	128.84	56
COLLISION (\$500 DEDUCTIBLE) / COLLISION (FRANCHISE DE 500\$)											
2006	3,142,353	3,129,834	794,611,119	797,692,944	94,820	454,896,290	3.03	4,797	254.87	145.34	57
2007	3,130,488	3,118,075	779,418,614	782,324,314	98,551	495,676,948	3.16	5,030	250.90	158.97	63
2008	3,173,749	3,198,613	796,962,536	803,802,395	93,596	486,504,673	2.93	5,198	251.30	152.10	61
2009	2,969,730	3,066,109	724,999,807	761,143,018	86,095	431,753,768	2.81	5,015	248.24	140.81	57
2010	2,945,580	2,936,584	678,896,330	688,488,525	74,249	407,419,285	2.53	5,487	234.45	138.74	59
TOTAL	15,361,900	15,449,218	3,774,888,406	3,833,451,196	447,311	2,276,250,964	2.90	5,089	248.13	147.34	59
COLLISION (\$1000 DEDUCTIBLE) / COLLISION (FRANCHISE DE 1000\$)											
2006	466,758	442,212	137,973,643	132,983,492	13,787	85,620,701	3.12	6,210	300.72	193.62	64
2007	524,328	500,025	150,262,561	145,062,070	18,506	108,292,893	3.70	5,852	290.11	216.57	75
2008	601,315	572,569	170,318,601	162,821,755	18,758	114,402,940	3.28	6,099	284.37	199.81	70
2009	654,944	635,885	177,006,818	176,938,586	18,457	118,438,063	2.90	6,417	278.26	186.26	67
2010	712,537	689,141	169,426,454	170,175,471	19,315	128,022,208	2.80	6,628	246.94	185.77	75
TOTAL	2,959,882	2,839,834	804,988,077	787,981,374	88,823	554,776,805	3.13	6,246	277.47	195.36	70
COLLISION -ALL CODES / COLLISION -TOUS LES CODES											
2006	4,192,560	4,130,853	1,089,138,998	1,080,723,258	128,189	636,995,605	3.10	4,969	261.62	154.20	59
2007	4,288,275	4,232,320	1,102,004,125	1,093,810,257	142,140	725,947,399	3.36	5,107	258.44	171.52	66
2008	4,389,281	4,349,159	1,129,443,446	1,118,514,221	137,942	720,484,641	3.17	5,223	257.18	165.66	64
2009	4,400,495	4,389,236	1,094,266,722	1,115,422,773	129,449	666,811,954	2.95	5,151	254.13	151.92	60
2010	4,450,094	4,420,738	1,031,689,196	1,049,457,534	121,398	674,545,875	2.75	5,556	237.39	152.59	64
TOTAL	21,720,705	21,522,308	5,446,542,487	5,457,928,043	659,118	3,424,785,474	3.06	5,196	253.59	159.13	63
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	NOMBRE DE GARANTIE VEHICULES ET ANNEE	NOMBRE DE VEHICULES ACQUIS	PRIMES EMISES	PRIMES ACQUISES	NOMBRE DE SINISTRES	SINISTRES ET FRAIS DE REGLEMENT	FREQUENCE DES SINISTRES POUR 100 VEHICULES ACQUIS	COUT MOYEN PAR SINISTRE	PRIME ACQUISE MOYENNE	COUT DES SINISTRES PAR VEHICULE ACQUIS	RAPPORT DES SINISTRES AUX PRIMES ACQUISES

PROVINCE D'ONTARIO

VOITURES DE TOURISME - SAUF EXPLOITANTS AGRICOLES

PRIVATE PASSENGER AUTOMOBILE - EXCLUDING FARMERS

PROVINCE OF ONTARIO

COVERAGE AND YEAR	NUMBER OF WRITTEN VEHICLES (1)	NUMBER OF EARNED VEHICLES (2)	WRITTEN PREMIUMS (3)	EARNED PREMIUMS (4)	NUMBER OF CLAIMS (5)	CLAIMS AND ADJUSTMENT EXPENSES INCURRED (6)	CLAIM FREQUENCY PER 100 EARNED VEHICLES (7)	AVERAGE COST PER CLAIM (8)	AVERAGE EARNED PREMIUM (9)	CLAIM COST PER EARNED VEHICLE (10)	EARNED LOSS INCURRED RATIO (11)
COMPREHENSIVE (\$100 DEDUCTIBLE) / ACCIDENTS SANS COLLISION NI VERSEMENT (FRANCHISE DE 100\$)											
2006	390,244	413,137	43,911,685	47,843,628	16,944	24,766,148	4.10	1,462	115.81	59.95	52
2007	346,668	366,277	37,922,374	40,335,082	14,086	22,529,800	3.85	1,599	110.12	61.51	56
2008	311,701	328,114	34,526,269	36,277,127	13,510	21,391,267	4.12	1,583	110.56	65.19	59
2009	250,485	281,864	26,771,264	30,752,145	11,829	15,509,323	4.20	1,311	109.10	55.02	50
2010	226,193	233,806	23,281,544	24,359,565	8,388	11,465,370	3.59	1,367	104.19	49.04	47
TOTAL	1,525,291	1,623,200	166,413,136	179,567,547	64,757	95,661,908	3.99	1,477	110.63	58.93	53
COMPREHENSIVE (\$300 DEDUCTIBLE) / ACCIDENTS SANS COLLISION NI VERSEMENT (FRANCHISE DE 300\$)											
2006	3,260,434	3,258,656	367,623,672	376,811,206	82,960	190,889,024	2.55	2,301	115.63	58.58	51
2007	3,231,085	3,229,231	349,022,520	354,863,713	85,227	188,886,177	2.64	2,216	109.89	58.49	53
2008	3,251,753	3,237,011	347,816,800	348,103,647	90,791	214,746,730	2.80	2,365	107.54	66.34	62
2009	3,076,190	3,161,126	315,870,297	332,706,137	87,518	182,256,217	2.77	2,082	105.25	57.66	55
2010	3,028,400	3,034,361	296,074,940	298,354,544	69,143	141,750,886	2.28	2,050	98.33	46.72	48
TOTAL	15,847,862	15,920,387	1,676,408,229	1,710,839,247	415,639	918,529,034	2.61	2,210	107.46	57.70	54
COMPREHENSIVE (\$500 DEDUCTIBLE) / ACCIDENTS SANS COLLISION NI VERSEMENT (FRANCHISE DE 500\$)											
2006	764,662	735,572	93,815,962	93,761,319	14,769	63,418,044	2.01	4,294	127.47	86.22	68
2007	842,747	803,485	96,077,906	94,239,207	15,770	66,686,481	1.96	4,229	117.29	83.00	71
2008	897,542	860,432	101,515,009	98,088,661	17,448	72,741,031	2.03	4,169	114.00	84.54	74
2009	928,240	919,407	98,746,322	101,454,642	19,220	77,446,355	2.09	4,029	110.35	84.24	76
2010	966,376	952,150	91,548,853	93,386,107	14,941	54,320,853	1.57	3,636	98.08	57.05	58
TOTAL	4,399,567	4,271,048	481,704,052	480,929,936	82,148	334,612,764	1.92	4,073	112.60	78.34	70
COMPREHENSIVE -ALL CODES / ACCIDENTS SANS COLLISION NI VERSEMENT -TOUS LES CODES											
2006	4,716,815	4,659,322	545,928,838	555,399,092	120,064	305,835,498	2.58	2,547	119.20	65.64	55
2007	4,824,442	4,761,043	532,995,580	535,384,026	123,663	314,948,745	2.60	2,547	112.45	66.15	59
2008	4,933,551	4,885,683	539,639,177	537,287,560	138,424	358,825,252	2.83	2,592	109.97	73.44	67
2009	4,957,948	4,940,520	513,630,406	528,378,052	141,655	334,629,492	2.87	2,362	106.95	67.73	63
2010	5,004,195	4,976,942	487,358,952	491,191,035	115,931	262,462,949	2.33	2,264	98.69	52.74	53
TOTAL	24,436,951	24,223,512	2,619,552,953	2,647,639,765	639,737	1,576,701,936	2.64	2,465	109.30	65.09	60
SPECIFIED PERILS (\$300 DEDUCTIBLE) / RISQUES SPECIFIES (FRANCHISE DE 300\$)											
2006	9,052	9,790	418,770	459,435	66	187,782	.67	2,845	46.92	19.18	41
2007	8,256	8,602	353,133	377,775	43	176,724	.50	4,110	43.92	20.54	47
2008	7,447	7,851	327,744	341,617	52	145,821	.66	2,804	43.51	18.57	43
2009	6,773	7,119	293,112	310,050	35	138,043	.49	3,944	43.55	19.39	45
2010	5,788	6,239	258,818	272,195	28	144,285	.45	5,153	43.62	23.12	53
TOTAL	37,316	39,604	1,651,577	1,761,072	224	792,655	.57	3,539	44.47	20.01	45
SPECIFIED PERILS (\$500 DEDUCTIBLE) / RISQUES SPECIFIES (FRANCHISE DE 500\$)											
2006	6,202	6,275	287,065	342,170	59	254,781	.94	4,318	54.53	40.60	74
2007	6,922	6,621	285,173	284,621	75	431,813	1.13	5,758	42.99	65.22	152
2008	7,885	7,463	313,780	300,065	62	300,955	.83	4,854	40.20	40.32	100
2009	7,561	7,840	287,431	305,287	53	205,854	.68	3,884	38.94	26.26	67
2010	6,466	7,106	272,216	270,621	35	148,281	.49	4,237	38.08	20.87	55
TOTAL	35,036	35,305	1,445,665	1,502,764	284	1,341,684	.80	4,724	42.56	38.00	89
SPECIFIED PERILS -ALL CODES / RISQUES SPECIFIES -TOUS LES CODES											
2006	17,865	18,856	883,289	1,051,477	137	588,283	.73	4,294	55.76	31.20	56
2007	17,701	17,737	780,535	815,838	138	777,023	.78	5,631	46.00	43.81	95
2008	18,965	18,305	824,410	799,110	135	605,163	.74	4,483	43.66	33.06	76
2009	20,193	19,618	844,517	837,741	128	535,899	.65	4,187	42.70	27.32	64
2010	18,657	19,776	849,147	833,555	110	478,879	.56	4,353	42.15	24.21	57
TOTAL	93,381	94,294	4,181,898	4,337,721	648	2,985,247	.69	4,607	46.00	31.66	69
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	NOMBRE DE GARANTIE VEHICULES ET ANNEE EMIS	NOMBRE DE VEHICULES ACQUIS	PRIMES EMISES	PRIMES ACQUISES	NOMBRE DE SINISTRES	SINISTRES ET FRAIS DE REGLEMENT	FREQUENCE DES SINISTRES POUR 100 VEHICULES ACQUIS	COUT MOYEN PAR SINISTRE	PRIME ACQUISE MOYENNE	COUT DES SINISTRES PAR VEHICULE ACQUIS	RAPPORT DES SINISTRES AUX PRIMES ACQUISES

PROVINCE D'ONTARIO

VOITURES DE TOURISME - SAUF EXPLOITANTS AGRICOLES

PRIVATE PASSENGER AUTOMOBILE - EXCLUDING FARMERS

PROVINCE OF ONTARIO

COVERAGE AND YEAR	NUMBER OF WRITTEN VEHICLES (1)	NUMBER OF EARNED VEHICLES (2)	WRITTEN PREMIUMS (3)	EARNED PREMIUMS (4)	NUMBER OF CLAIMS (5)	CLAIMS AND ADJUSTMENT EXPENSES INCURRED (6)	CLAIM FREQUENCY PER 100 EARNED VEHICLES (7)	AVERAGE COST PER CLAIM (8)	AVERAGE EARNED PREMIUM (9)	CLAIM COST PER VEHICLE (10)	EARNED INCURRED LOSS RATIO (11)
TOTAL											
2006	6,271,387	6,190,468	8,135,843,606	8,084,479,312	564,380	5,749,517,881		1305.96	928.77	71	
2007	6,392,270	6,316,689	8,225,504,233	8,140,852,639	601,610	6,437,552,058		1288.78	1019.13	79	
2008	6,495,026	6,453,947	8,519,667,333	8,372,133,246	615,865	6,883,349,832		1297.21	1066.53	82	
2009	6,534,366	6,515,033	8,966,512,246	8,742,466,811	616,688	8,336,526,387		1341.89	1279.58	95	
2010	6,616,487	6,575,969	9,802,628,681	9,422,126,039	583,676	8,739,185,024		1432.81	1328.96	93	
TOTAL	32,309,536	32,052,108	43,650,156,099	42,762,058,047	2,982,219	36,146,131,182		1334.14	1127.73	85	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
							FREQUENCE DES SINISTRES POUR 100 VEHICULES ACQUIS	COUT MOYEN PAR SIN- ISTRE	PRIME ACQUISE MOYENNE	COUT DES SINIS- TRES PAR VEHICULE ACQUIS	RAPPORT DES SINIS- TRES AUX PRIMES ACQUISES
GARANTIE ET ANNEE	VEHICULES EMIS	NOMBRE DE VEHICULES ACQUIS	PRIMES EMISES	PRIMES ACQUISES	NOMBRE DE SINISTRES	SINISTRES ET FRAIS DE REGLEMENT					

PROVINCE D'ONTARIO

VOITURES DE TOURISME - SAUF EXPLOITANTS AGRICOLES

BACKGROUND

General

On April 1, 2006, the General Insurance Statistical Agency (GISA) was appointed as the statistical agent by participating insurance regulatory authorities¹ to provide governance, accountability and oversight of the mandated statistical plans².

As the statistical agent, GISA:

- promotes the timeliness of statistical data collection, analysis and reporting mechanisms;
- acts on behalf of the participating insurance regulators to coordinate and harmonize the statistical data filing requirements for insurers regarding the experience of their business in such jurisdictions; and
- promotes the quality and value of statistical data generated by licensed insurers.

GISA has entered into a service agreement with Insurance Bureau of Canada (the “Service Provider”) to provide statistical plan services including data reporting, collection, compilation, and quality assurance.

Need for Statistical Data

The major purpose for the collection of automobile experience data is to provide premium and claim information to support fair rates. As a result, statistical data supports the following public policy objectives:

- regulators can ensure that rates are not inadequate, excessive or unfairly discriminatory;
- regulators can monitor market structure and performance, and act if necessary to restore competition or remedy the problems caused by market instability; and
- insurers are able to make better and more informed pricing decisions based on aggregate industry experience.

Reporting Basis for Annual Statistical Exhibits

Automobile insurance experience is published in a series of exhibits commonly known as the “Green Book”. The Green Book is compiled from data that has been collected from all licensed automobile insurers by GISA and contains experience from all participating jurisdictions³.

¹ Alberta, New Brunswick, Newfoundland & Labrador, Nova Scotia, Ontario, Prince Edward Island, Northwest Territories, Nunavut and Yukon

² Automobile Statistical Plan (ASP), Ontario Statutory Accident Benefits Statistical Plan (OSABSP) and Ontario Commercial Liability Statistical Plan (CLSP)

³ See 1

BACKGROUND

The Service Provider uses the statistical data reported and prepares the Green Book exhibits on behalf of GISA on an *Accident Year basis*, which matches premiums earned during a 12-month period with claims incurred resulting from accidents that occurred during that same period.

All users of the Green Book are advised to review this Introduction in detail to obtain a full understanding of the contents of these exhibits. It provides advisory notes to users, descriptions of exhibit contents, coding definitions, factor information, file formats and layouts, as well as other relevant information.

LIST OF EXHIBITS

GISA currently mandates and publishes the following seven standard major exhibits which are distributed as scheduled during the year.

- Loss Development (AU70-79)
- Actual Loss Ratio (AU05, AU10 and AU11)
- Territorial including Third Party Liability Large Losses (AU30)
- Classification including Third Party Liability Large Losses (AU15)
- Size of Loss Distribution (AU50-51)
- Driver/Vehicle Classification (AU25-27)
- Catastrophe Report (AU60)

Further information on these exhibits may be obtained from GISA's website at www.gisa.ca

EXPERIENCE EXHIBITED

1. COVERAGES

Experience is shown individually for the latest five accident years for each of the following coverages:

Third Party Liability - provides coverage for legal responsibility to others arising from an automobile accident causing death or injury to persons or damage to their property. (The introduction of Bills 68 (Ontario Motorist Protection Plan - OMPP), Bill 164, Bill 59 and Bill 198 and its associated reforms on June 22, 1990, January 1, 1994, November 1, 1996 and October 1, 2003 respectively, have resulted in substantial changes to this coverage.)

Under Bills 68 and 164, Tort compensation is subject to a threshold, and under Bill 59 and Bill 198 it is subject to certain limitations. Property Damage - Direct Compensation provides coverage to the insured vehicle rather than third party vehicles.

Experience for this coverage is exhibited as individual subcoverages and total coverage:

- Bodily Injury including Loss Transfer
- Property Damage – Tort
- Property Damage – Direct Compensation
- Total of the above mentioned subcoverages

Compulsory insurance minimum limits are shown below:

<u>Date of Introduction</u>	<u>Minimum Limit</u>
September 1, 1969	\$ 50,000
January 1, 1977	\$100,000
March 1, 1981	\$200,000

All Third Party Liability Coverage codes are included except Excess Liability, O.P.C.F. N° 7.

Many policyholders insure for higher limits than the legal minimum requirement and the Exhibits reflect the actual limits purchased.

Accident Benefits - The following outlines the benefits that are provided under this coverage.

Supplementary Medical, Rehabilitation and Attendant Care Benefits - provide coverage for medical, rehabilitation and attendant care expenses incurred when insured persons sustain physical, psychological or mental injury as a result of automobile accident, in excess of provincial medical plan and any other medical coverage plan.

Funeral Expenses - cover funeral expenses with respect to each insured person killed in an automobile accident.

Death Benefits - provide money to survivors of a person who is killed in an automobile accident.

EXPERIENCE EXHIBITED

Disability Benefits - compensate insured persons for loss of income or their inability to carry on normal activities.

Miscellaneous Benefits - cover goods and services, whether medical or non-medical in nature, which the insured person requires because of the accident.

Supplementary Benefits - for automobile accident occurring in Quebec, an insured may elect to receive the benefits payable to residents of Quebec under the Quebec Automobile Insurance Act, instead of the Ontario benefits.

Uninsured Motorist - for all policies issued on or after July 1, 1994, claims involving uninsured automobile are reported separately under Uninsured Automobile coverage (please see Uninsured Automobile coverage for more details).

The Ontario Motorist Protection Plan enhanced the accident benefits in order to reduce litigation and expedite the delivery of benefits. Bill 164 provided a comprehensive compensation package for economic loss and increased the benefits offered under OMPP. Bill 59 reduced the basic accident benefits and restored tort rights for significant economic loss. Bill 198 and its associated reforms introduced pre-approved frameworks for WAD I and WAD II injuries, as well as a number of tort and other reforms.

The Accident Benefits sub-coverages most affected by Bills 68 (OMPP), 164, 59 and 198 are medical, rehabilitation and income replacement. One should refer to the accident benefits schedules in the relevant Ontario Regulations for details regarding sub-coverages and benefit levels under OMPP, Bill 164 and Bill 59.

Uninsured Automobile - includes the cost of the benefits a person may be legally entitled to recover from the owner or driver of an uninsured automobile or an unidentified automobile for bodily injury, death and property damage, however, property damage caused by an unidentified automobile is not covered. This coverage was included as a coverage under Accident Benefits sub-coverage prior to 1994.

Underinsured Motorist - provides family coverage to recover from an inadequately insured motorist, compensatory damages in respect of bodily injury or death sustained by an insured person by accident arising out of the use or operation of an automobile.

All Perils - covers accidental damage to the vehicle insured on an all risk basis and includes Collision and Comprehensive coverages - subject to a deductible amount.

Collision - covers at-fault accidental damage to the vehicle insured resulting from collision with another car or another object, or by upset - subject to a deductible amount.

Comprehensive - covers the vehicle insured on an all risk basis against accidental damage, other than by Collision - subject to a deductible amount.

Specified Perils - covers the vehicle insured on a named perils basis against accidental damage caused by fire, theft and other specific perils - subject to a deductible amount.

EXPERIENCE EXHIBITED

Excess Economic Loss Endorsement (OEF 45) - effective July 1, 1994. This endorsement, which arose with the implementation of Bill 164, historically was displayed as though it was a full coverage in its own right. It provided family coverage for certain economic losses excess of those compensated or deemed to be compensated under the Statutory Accident Benefits Schedule, in case of death or bodily injury up to a limit of \$1,000,000 per occurrence. The amount of the loss was calculated based on the principles of tort law and reduced in proportion to the degree of contributory negligence. Under Bill 59 this coverage was discontinued.

2. COLUMN HEADINGS

Number of Written Vehicles (number of car-years written). It is calculated by taking the total written term in months of policy transactions with effective dates in the calendar period under consideration and dividing by 12. For example 3 cars insured for 6 months each contribute one and one-half car years.

Number of Earned Vehicles (number of car-years earned). It is calculated by taking the total pro-rata earned term in months of policy transactions yielding exposure during the calendar period under consideration and dividing by 12.

Written Premiums - Total premium for policy transactions with effective dates in the calendar period under consideration. Transaction effective date governs the assignment of individual transactions to the appropriate accident year. For example, a flat cancellation during January 2006 of a policy renewed in December 2005 is recorded against accident year 2005. This process is applied to both the written vehicle count and the written premium. Hence, the accident year values will not readily reconcile to the Annual Statement Calendar Year written figures.

Earned Premiums - Total of all pro-rata earned premiums on all policy transactions yielding exposure during the calendar period under consideration. For example, an annual policy effective in March 2005 would contribute 19/24ths of its premium to calendar/accident year 2005 and 5/24ths to calendar/accident year 2006. Again, the earned vehicle count and earned premium will not be the same as Annual Statement Calendar Year earned figures because of the different assignment method stated under the written premiums.

Number of Claims - The total reported claim count over all claims with accident date within the calendar period under consideration. Claims are separately counted by each insurer by Kind of Loss within coverage for each occurrence (accident). For example, in Ontario under Bodily Injury and Property Damage coverage a particular accident resulting in injury to an occupant (1) of the insured vehicle (Kind of Loss "05") as well as damage to the insured car (1) (Kind of Loss "12") and injuries to three occupants of another car (1) (Kind of Loss "06") would contribute a count of 3 Bodily Injury and Property Damage claims by the vehicle's insurer. (Refer to Kind of Loss codes in the Statistical Plan for details of the coding).

EXPERIENCE EXHIBITED

Claims and Adjustment Expenses Incurred - The total over all claims with accident dates in the calendar period under consideration of dollar amounts of claims paid (including any partial payments), costs of servicing claims, and case reserves for claims which have not been closed (whether or not any partial payments have been made). These amounts have been developed to their expected ultimate values and have been loaded for unallocated loss adjustment expenses. For discussion of development factors and other factors applied to claims amounts, refer to the Factors Section.

Claim Frequency Per 100 Earned vehicles - Represents the number of claims incurred for every 100 car-years exposed. It is the ratio of Number of Claims to Number of Earned Vehicles expressed as a percentage.

The following should be noted with regard to frequencies for physical damage coverages when the experience is exhibited on a combined deductible basis. Changes in the policyholders' selection of the deductible amount payable by them in the event of loss will have an effect on the number of insurance claims. For example, if deductibles purchased now are higher than was previously the case, a number of smaller claims will not be made. For this reason, comparisons of such accident year frequencies (and average cost per claim) are not as significant as comparisons made for other coverages or for physical damage coverages at fixed deductibles.

Average Cost Per Claim - The average amount paid and to be paid per claim for claims and loss adjustment expenses combined across all claims reported. It is the ratio of Claims and Adjustment Expenses Incurred to Number of Claims.

Average Earned Premium - The average amount of earned premium per earned vehicle across all policies. It is the ratio of Earned Premium to Number of Earned Vehicles.

Claim Cost Per Earned Vehicle - The average amount paid and to be paid per earned vehicle across all policies. It is the ratio of Claims and Adjustment Expenses Incurred to Number of Earned Vehicles.

Earned Incurred Loss Ratio - The actual percentages of total earned premiums which will be used to pay claims and adjustment expenses. It is the ratio of Claims and Adjustment Expenses Incurred to Earned Premium expressed as a percentage.

Only those expenses associated with servicing policyholders' claims are included in these ratios. All other automobile insurance company operating expenses (including the Ontario Health Levy, Provincial and Federal taxes, marketing costs and general administration expenses) are excluded.