

Effective January 1, 2004

MISCELLANEOUS VALUES

Basis of premium applicable in accordance with the footnote instructions for Code 7220 --
"Taxicab Co. - Drivers": \$24,000.00

Per Passenger Seat Surcharge - In accordance with the footnote instructions for
classification Code 7421, the surcharge is \$300.00
maximum surcharge per aircraft
per passenger seat \$35.00

| | | |
|-------------------------------------|---------|---------|
| Remuneration for Executive Officers | Minimum | \$362 |
| And Active Members LLC's | Maximum | \$1,400 |

Remuneration for Spouse of Sole Proprietors - fixed amount \$15,600/yr

Remuneration for Partners - fixed amount \$15,600/yr

The Terrorism Risk Insurance Act (TRIA) of 2002 provides for partial reimbursement by the United States for insured workers compensation losses due to terrorism. Additional insurer loss liability exists under the TRIA. The loss costs on Exhibit III do not include pure premiums for this exposure. Companies seeking guidance on including a terrorism provision in their rates or multipliers may wish to refer to the Michigan Workers Compensation Placement Facility Circular Number 182 found on the CAOM/Facility web site www.caom.com.

United States Longshore and Harbor Workers' Compensation Coverage percentage
applicable only in connection with Rule XI-D-3 "U.S. Longshore and Harbor Workers'
Compensation Act" of the Basic Manual. 78%

(Multiply a Non-'F' classification advisory loss cost by a factor of 1.78. This factor adjusts for the differences in state and federal benefits and assessments. The factor to adjust for differences in benefits only is 1.55).

Loss Elimination Ratios for employers electing a \$ deductible:

The following percentages are applicable on a per claim basis by hazard group. These represent the percentage of loss eliminated by a selected deductible

| | Hazard Group | | | |
|---------|--------------|-------|------|------|
| | I | II | III | IV |
| \$500 | 8.1% | 7.8% | 4.5% | 3.2% |
| \$750 | 9.7% | 9.3% | 5.3% | 3.9% |
| \$1,000 | 10.7% | 10.2% | 5.9% | 4.1% |
| \$1,500 | 12.4% | 11.7% | 6.8% | 4.9% |
| \$2,000 | 14.0% | 13.0% | 7.8% | 5.7% |
| \$2,500 | 15.4% | 14.3% | 8.7% | 6.3% |

NOTE: Basic Manual refers to the Basic Manual for Michigan Workers' Compensation.