

**EXHIBIT III**  
**MICHIGAN EXPERIENCE RATING PLAN MANUAL**  
**PART FIVE**

*Effective January 1, 2010*

**TABLE OF BALLAST VALUES**  
**APPLICABLE TO ALL POLICIES**

Expected Losses	Ballast Values	Expected Losses	Ballast Values	Expected Losses	Ballast Values
0	32,811	1,052,866	122,000	2,120,057	228,750
32,812	56,470	1,083,349	125,050	2,150,553	231,800
56,471	83,655	1,113,833	128,100	2,181,048	234,850
83,656	112,334	1,144,317	131,150	2,211,544	237,900
112,335	141,710	1,174,803	134,200	2,242,040	240,950
141,711	171,455	1,205,289	137,250	2,272,537	244,000
171,456	201,415	1,235,776	140,300	2,303,033	247,050
201,416	231,511	1,266,263	143,350	2,333,529	250,100
231,512	261,698	1,296,751	146,400	2,364,025	253,150
261,699	291,948	1,327,240	149,450	2,394,522	256,200
291,949	322,244	1,357,729	152,500	2,425,019	259,250
322,245	352,574	1,388,218	155,550	2,455,515	262,300
352,575	382,931	1,418,708	158,600	2,486,012	265,350
382,932	413,309	1,449,199	161,650	2,516,509	268,400
413,310	443,703	1,479,689	164,700	2,547,006	271,450
443,704	474,111	1,510,180	167,750	2,577,503	274,500
474,112	504,529	1,540,672	170,800	2,608,000	277,550
504,530	534,957	1,571,164	173,850	2,638,497	280,600
534,958	565,393	1,601,656	176,900	2,668,994	283,650
565,394	595,835	1,632,148	179,950	2,699,491	286,700
595,836	626,282	1,662,641	183,000	2,729,989	289,750
626,283	656,735	1,693,134	186,050	2,760,486	292,800
656,736	687,191	1,723,627	189,100	2,790,983	295,850
687,192	717,652	1,754,121	192,150	2,821,481	298,900
717,653	748,115	1,784,615	195,200	2,851,978	301,950
748,116	778,581	1,815,108	198,250	2,882,476	305,000
778,582	809,050	1,845,603	201,300		
809,051	839,521	1,876,097	204,350		
839,522	869,994	1,906,591	207,400		
869,995	900,469	1,937,086	210,450		
900,470	930,946	1,967,581	213,500		
930,947	961,424	1,998,076	216,550		
961,425	991,903	2,028,571	219,600		
991,904	1,022,384	2,059,066	222,650		
1,022,385	1,052,865	2,089,562	225,700		

For Expected Losses greater than 2,912,973, the Ballast Value can be calculated using the following formula (rounded to the nearest 1):

$$\text{Ballast} = (0.10)(\text{Expected Losses}) + 2500(\text{Expected Losses})(6.10) / (\text{Expected Losses} + (700)(6.10))$$

$$\text{Cap on Modifications} = 1 + (0.00005)((\text{Expected Losses}) + (2)(\text{Expected Losses}) / (6.10))$$