

FACILITY ASSOCIATION

151 Yonge Street • 18th Floor • Toronto • Ontario • M5C 2W7
Tel: (416) 863-1750 • Fax: (416) 868-0894 • Email: mail@facilityassociation.com

TO: MEMBERS OF THE FACILITY ASSOCIATION

ATTENTION: CHIEF EXECUTIVE OFFICER
ALBERTA RISK SHARING POOL PROJECT MANAGER

BULLETIN NO.: F06-022

DATE: JULY 20, 2006

SUBJECT: ALBERTA RISK SHARING POOL
ANNUAL UPDATE OF MEMBER SHARING RATIOS
JUNE 2006 OPERATIONAL REPORT

As required by Article V of the Facility Association Plan of Operation for Alberta, the present share ratios underlying the monthly Alberta Risk Sharing Pool Operational report were calculated by taking the ratio that each member's "Voluntary Private Passenger non-fleet third party liability direct earned car years" not ceded to a Risk Sharing Pool is to the total of all "voluntary private passenger non-fleet third party liability direct earned car years" not ceded to a Risk Sharing Pool by all members for the Province. (Facility Association Plan of Operation may be found on our website www.facilityassociation.com)

Now that 2005 industry data is available, the June 2006 Operational Report reflects a retroactive adjustment in respect of Accident Years 2004, 2005 and 2006 where the Market Share is determined on the basis of Accident Year 2004 Earned Car Year developed to 24 months and 2005 Earned Car Years developed to 12 months. Member sharing ratios are updated on a similar basis each year.

If you have any questions on this matter, please contact Georgette Chan, Vice President of Operations at (416) 644-3110.

David J. Simpson, M.B.A., FCIP
President & CEO

Attach.

Note: A copy of this bulletin has been attached to your June 2006 Alberta Risk Sharing Pool Operational Report.