

# FACILITY ASSOCIATION

151 Yonge Street • 18<sup>th</sup> Floor • Toronto • Ontario • M5C 2W7  
Tel: (416) 863-1750 • Fax: (416) 868-0894 • E-mail: [mail@facilityassociation.com](mailto:mail@facilityassociation.com)

**TO: MEMBERS OF THE FACILITY ASSOCIATION**

**ATTENTION: CHIEF EXECUTIVE OFFICER**

**BULLETIN NO.: F06 – 007**

**DATE: JANUARY 31, 2006**

**SUBJECT: FARM OUTLOOK FOR CALENDAR YEARS 2005 AND 2006**

Please find attached Facility Association's latest "Outlook", projecting Net Operating Results by jurisdiction for calendar years 2005 and 2006 and the related explanatory notes. This Outlook will be updated periodically as conditions warrant and may also be found on our website, [www.facilityassociation.com](http://www.facilityassociation.com).

We anticipate providing members with Outlooks for the Risk Sharing Pools in Alberta, Ontario and New Brunswick prior to the end of the first quarter.

As noted in the "Limitations" below, Facility Association business volumes historically have been subject to significant volatility. Current private passenger volumes remain at or near historic lows in Ontario, New Brunswick and Newfoundland & Labrador and have been projected to remain relatively stable through 2006.

An ongoing mandatory non-renewal process for business ineligible for the Residual Market Segment in Alberta is leading to a significant decline in private passenger residual market volumes in that province. That decline has been incorporated into projections in this Outlook.

Depopulation efforts are under way in Nova Scotia and Prince Edward Island. Because of the difficulty in predicting the timing and magnitude of the impact of these efforts, results of those depopulation activities have not been projected in this Outlook. However, barring unforeseen events, we would certainly not anticipate private passenger volumes rising in those provinces.

Members are reminded that residual market business volumes are heavily impacted by overall market conditions generally and the relative attractiveness of residual market prices vis a vis the voluntary market specifically. Graphs showing histories of business volumes can be found at the "Provincial Profiles" section of [www.facilityassociation.com](http://www.facilityassociation.com).

## **New Feature**

With this Outlook, the incurred loss and incurred loss adjustment expense amounts have been divided between amounts pertaining to the current accident year, and those pertaining to prior accident years. This makes it easier to see the effect of prior years' loss development on the latest two calendar year results being compared. To allow room for this expanded detail on losses and LAE, we have combined a number of minor expense categories.

## **Limitations**

Because this Outlook anticipates the combined outcome of events that are yet to occur, there is a limitation upon the accuracy of the Outlook to the extent that there is uncertainty inherent in any such estimation process. Business volumes, especially, are subject to significant volatility. Therefore, it should be recognized that future operating results may deviate from these estimates by material amounts. No explicit provision has been made for otherwise unforeseen changes to the legal or economic environment in which policies are written and claims are settled.

Please note that the attached "Explanatory Notes" form an integral part of the Outlook.

Questions regarding the Outlook should be directed to Facility Association's Vice President of Finance and CFO, Norman Seeney at 416-644-4914 or [nseeney@facilityassociation.com](mailto:nseeney@facilityassociation.com).

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

Attach.

*Please forward a copy of this bulletin to your Chief Financial Officer.*

## **FACILITY ASSOCIATION**

### **OUTLOOK AT 31 OCTOBER 2005 2006 FORECAST**

#### **EXPLANATORY NOTES**

##### **INTRODUCTION**

This “Outlook” is a forward-looking exercise to project Facility Association’s Net Result of Operations for a future complete calendar year using actual experience available up to a specific point in time, and based on assumptions developed for the specific purposes of this exercise. Consideration has been given to recent experience of Facility Association, to the results of the latest valuation of the policy liabilities of Facility Association, and to monthly premium projections developed for Facility Association Monthly Member Participation Reports.

Please be advised that these exhibits were prepared at the request of Facility Association for a specific audience, that being the members of Facility Association. It was prepared for the express purpose of assisting member companies to estimate their share of Facility Association results for planning purposes. It is not intended, nor is it necessarily suitable, for any other purpose.

Because this Outlook anticipates the combined outcome of events that are yet to occur, there is a limitation upon the accuracy of the outlook to the extent that there is uncertainty inherent in any such estimation process. Therefore, it should be recognized that future operating results may deviate from these estimates by material amounts. No explicit provision has been made for otherwise unforeseen changes to the legal or economic environment in which policies are written and claims are settled.

##### **GENERAL**

- **Accounting Periods**
  - Calendar Year 2005: Actual results for 10 months ending 31/Oct/05, plus projected results for 2 months ending 31/ Dec/05.
  - Calendar Year 2006: Projected results for 12 months ending 31/ Dec/06.
- **Data Source**
  - Actual amounts are taken from Participation Reports up to and including October 2005.
  - Where appropriate, projected amounts are based on assumptions that are consistent with the 2-month projections presented in the October 2005 Participation Reports.
  - The underlying loss ratio estimates are based on the most recent quarterly valuation of Facility Association’s claims liabilities (i.e. at 30/Sep/05), the results of which are reflected in the October 2005 Participation Report.

- Estimates of development on prior years derived on the basis of the analysis of Facility Association’s claims experience at 30/Sep/05 were reflected in the October 2005 Participation Report. No further development on prior years has been forecast in the remainder of calendar year 2005, or in calendar year 2006.
- **Format**
  - The Outlook is generally structured along the lines of Participation Reports.
  - The “Operating Result” in the Outlook is comparable to the “Operating Result” in Participation Reports.
  - The “Net Result from Operations”, however, includes the actual/estimated change in premium deficiency reserves, which is a presentation consistent with Facility Association’s financial statements. [Premium Deficiency is shown in Participation Reports as a memo item]
  - **New Feature.** The incurred loss and incurred loss adjustment expense amounts have been divided between amounts pertaining to the current accident year, and those pertaining to prior accident years. To allow room for this expanded detail on losses and LAE, we have combined a number of minor expense categories.
- **Future Updates**
  - This Outlook is based on information and assumptions available at a certain point in time.
  - The Outlook will be updated following each quarterly valuation of the claims liabilities, to ensure that the Outlook is consistent with the 2-month projections in future Participation Reports.
  - The next update is expected to be available during the second quarter of 2006
  - As noted in the introduction, above, the actual experience may differ significantly from our estimates. Furthermore, the Outlook may change significantly from quarter to quarter, as estimates are updated or replaced by actual amounts.

### **BASIS FOR PROJECTIONS**

- **Premiums**
  - Monthly written premiums were selected, to reflect the effect of rate level changes approved up to approximately November 2005, as noted in the attached table
  - Consideration is also given to seasonal patterns in written premiums and year-over-year changes.
  - Monthly earned premiums were calculated from the written, based on the estimated average duration of policies in each jurisdiction.
  - Alberta Premiums
    - An ongoing mandatory non-renewal process for business ineligible for the Residual Market Segment in Alberta is expected to lead to a significant decline in business volumes in that province. We have estimated that this will result in a reduction of approximately 65% in the level of premium written in 2006, as compared to 2005.

- **Losses**
  - An analysis of Facility Association's claims experience has been completed, based on data at 30/Sep/05. Key elements of the analysis were reviewed with the Actuarial Committee on 9 December 2005, and the results have been reflected in the October 2005 Participation Report.
  - The estimated loss ratios for accident year 2005 are those resulting from the 30 September 2005 analysis, which reflect the effect of rate changes approved and effective prior to November 2005, as outlined in the attached table.
  - For accident year 2006, the 2005 loss ratios were adjusted to reflect loss cost and premium trend and changes in average rate level based on the rate changes referred to above. Except as noted below, no consideration was given to rate level indications that have not been filed, nor to rate filings that were not approved when this Outlook was prepared.
  
- **Loss Adjustment Expenses (LAE)**
  - The LAE is comprised of Claims Fees and Excess Legal & Other Professional Fees.
  - The Claims Fees in each jurisdiction are determined on a formula basis, using the loss ratio in that jurisdiction.
  - The Excess Legal & Other Professional Fees are based on the valuation at 30/Sep/05.
  
- **Other Expenses**
  - Operating & Service Fees, Commissions and Motor Vehicle Reports are all projected as percentages of written premiums, based on the projected expense ratios for 2005 and 2006.
  - Facility Association Operating Expenses are projected as flat amounts, independent of the volume of business in Facility Association.
  
- **Investment Income**
  - Investment Income is projected as a flat amount in each jurisdiction. We have anticipated reduced investment income for the remainder of 2005 and for 2006, consistent with the investment income in the months of September and October of 2005.
  
- **Premium Deficiency Reserve**
  - The Premium Deficiency Reserve is estimated as a percentage of the projected unearned premium (i.e. starting unearned premium + projected written premium – projected earned premium). Negative reserve amounts represent deferrable acquisition expenses.
  - The underlying premium deficiency ratios were derived on the basis of the expected loss ratios for accident years 2005 and 2006.
  
- **Charged To (From) Members' Accounts**
  - Amounts to (from) Member's accounts have not been projected for the purpose of this Outlook.

- **Costs Incurred Directly by Members**
  - The Outlook does not reflect costs incurred directly by members as a result of their compulsory participation in Facility Association.
  - Examples of such costs are premium taxes, health levies and the cost of capital.

<b>ADDITIONAL INFORMATION BY JURISDICTION</b>					
	<b>Type of Vehicle</b>	<b>AY 2005 Loss Ratios Estimated At Sep/05</b>	<b>AY 2006 Loss Ratios Estimated At Sep/05</b>	<b>Latest Rate Change Considered<sup>(#)</sup></b>	<b>Effective Date of Rate Change</b>
<b>Newfoundland &amp; Labrador</b>	PPV	61%	66%	-5.0%	1/Aug/05
	NPP	83%	90%	+56.7%	1/Sep/03
<b>New Brunswick</b>	PPV	45%	52%	-13.0%	1/Jun/05
	NPP	72%	77%	-23.2%	1/Jul/03
<b>Nova Scotia</b>	PPV	56%	64%	-18.2%	7/Apr/05
	NPP	74%	82%	-11.0%	7/Apr/05
<b>P.E.I.</b>	PPV	39%	37%	-2.5%	1/Apr/04
	NPP	51%	49%	+0.1%	1/Sep/04
<b>Ontario</b>	PPV	52%	61%	-15.0%	15/Jul/05
	NPP	77%	85%	+17.8%	1/Dec/03
<b>Alberta</b>	PPV	65%	72%	-3.3%	1/Nov/05
	NPP	46%	48%	+6.8%	1/Jul/02
<b>Yukon</b>	PPV	69%	71%	+2.0%	1/Oct/02
	NPP	39%	41%	-8.5%	1/Oct/02
<b>NWT</b>	PPV	62%	63%	-6.7%	1/Aug/03
	NPP	19%	20%	-4.0%	1/Mar/02
<b>Nunavut</b>	PPV	62%	63%	-6.7%	1/Aug/03
	NPP	19%	20%	-4.0%	1/Mar/02

PPV = Private Passenger  
NPP = Non Private Passenger

<sup>(#)</sup> The NPP rate changes pertain to Commercial Vehicles only.

Note:

- (1) The loss ratios reflect the effect of discounting, including a provision for adverse deviations.
- (2) The loss ratios exclude all loss adjustment expenses.

**Facility Association Residual Market  
Summary - All Jurisdictions  
Calendar Year 2005  
Outlook at October 2005  
(Amounts in \$ 000's)**

**CY 2005  
Page 1 of 11**

	All Vehicles Combined										All Vehicles
	Newfoundland & Labrador	New Brunswick	Nova Scotia	Prince Edward Island	Ontario	Alberta	Yukon Territory	Northwest Territories	Nunavut	All Jurisdictions	Total CY 2004
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
<b>Underwriting Revenue</b>											
Written Premium	22,908	43,353	63,448	9,012	245,308	120,231	3,276	7,445	1,504	516,485	836,288
Change in Unearned Premium	3,028	1,632	6,005	1,152	83,239	23,289	-150	-424	-307	117,464	182,329
Earned Premium	25,936	44,985	69,453	10,164	328,547	143,520	3,126	7,021	1,197	633,949	1,018,617
<b>Underwriting Expenses</b>											
Claims Incurred - Current AY	17,047	25,466	42,006	4,535	189,869	80,735	1,854	3,830	494	365,836	691,157
Claims Incurred - Prior AY	-606	-2,312	-835	-1,239	-134,716	-24,562	408	-833	-75	-164,770	-282,032
Claims Adj. Exp - Current AY	2,837	4,486	8,501	981	42,529	14,696	274	452	119	74,875	141,255
Claims Adj. Exp - Prior AY	-452	-342	-483	-1	-20,003	-1,517	-24	-109	-17	-22,948	-42,419
Operating & Service Fee	2,344	4,549	6,566	904	27,545	12,633	226	457	148	55,372	87,750
Commissions	2,271	4,102	6,555	883	16,469	11,269	213	445	130	42,337	67,831
Other Policy-Related Expenses	311	347	2,243	212	3,375	1,120	15	26	1	7,650	15,673
F.A. Operating Expenses	242	345	375	115	1,324	653	63	69	58	3,244	-19,419
Total Underwriting Expenses	23,994	36,641	64,928	6,390	126,392	95,027	3,029	4,337	858	361,596	659,796
<b>Net U/W Gain (Loss)</b>	1,942	8,344	4,525	3,774	202,155	48,493	97	2,684	339	272,353	358,821
Premium Finance Fee	18	0	0	0	-89	-10	0	0	0	-81	-103
Investment Income	1,671	3,297	3,564	575	26,446	7,363	139	324	42	43,421	54,817
<b>Operating Results</b>	3,631	11,641	8,089	4,349	228,512	55,846	236	3,008	381	315,693	413,535
Ending Premium Deficiency	-939	-1,839	-3,142	-371	-7,688	-4,763	-129	-284	-65	-19,220	0
Change in UEP Deficiency	278	261	559	114	4,519	2,309	-18	-276	-61	7,685	-174,447
<b>Net Result From Operations</b>	3,353	11,380	7,530	4,235	223,993	53,537	254	3,284	442	308,008	587,982
<b>RATIOS (to Earned Premium)</b>											
Claims Incurred & Related Expenses											
Current Accident Year	76.7%	66.6%	72.7%	54.3%	70.7%	66.5%	68.1%	61.0%	51.2%	69.5%	81.7%
Prior Accident Years	-4.1%	-5.9%	-1.9%	-12.2%	-47.1%	-18.2%	12.3%	-13.4%	-7.7%	-29.6%	-31.9%
Calendar Year Total	72.6%	60.7%	70.8%	42.1%	23.6%	48.3%	80.4%	47.6%	43.5%	39.9%	49.8%
Underwriting & Admin. Expense	19.9%	20.8%	22.7%	20.8%	14.9%	17.9%	16.5%	14.2%	28.2%	17.1%	15.0%
<b>Combined Operating Ratio</b>	92.5%	81.5%	93.5%	62.9%	38.5%	66.2%	96.9%	61.8%	71.7%	57.0%	64.8%

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital) as a result of their compulsory participation in Facility Association.

**Facility Association Residual Market  
Newfoundland & Labrador  
Calendar Year 2005  
Outlook at October 2005  
(Amounts in \$ 000's)**

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles Total CY 2004 (10)
	Actual To Oct/05 (1)	Estimated Nov/05 -Dec/05 (2)	Estimated CY 2005 (3)=(1)+(2)	Actual To Oct/05 (4)	Estimated Nov/05 -Dec/05 (5)	Estimated CY 2005 (6)=(4)+(5)	Actual To Oct/05 (7)=(1)+(4)	Estimated Nov/05 -Dec/05 (8)=(2)+(5)	Estimated CY 2005 (9)=(3)+(6)	
<b>Underwriting Revenue</b>										
Written Premium	15,798	2,000	17,798	4,510	600	5,110	20,308	2,600	22,908	29,668
Change in Unearned Premium	1,721	1,053	2,774	-23	277	254	1,698	1,330	1,307	704
Earned Premium	17,519	3,053	20,572	4,487	877	5,364	22,006	3,930	25,936	30,372
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	11,052	1,856	12,908	3,413	726	4,139	14,465	2,582	17,047	19,113
Claims Incurred - Prior AY	-795	0	-795	189	0	189	-606	0	-606	-6,879
Claims Adj. Exp - Current AY	1,971	333	2,304	437	96	533	2,408	429	2,837	3,495
Claims Adj. Exp - Prior AY	-374	0	-374	-78	0	-78	-452	0	-452	-2,189
Operating & Service Fee	1,690	200	1,890	394	60	454	2,084	260	2,344	2,976
Commissions	1,695	210	1,905	319	47	366	2,014	257	2,271	2,997
Other Policy-Related Expenses	225	28	253	51	7	58	276	35	311	334
F.A. Operating Expenses	164	32	196	38	8	46	202	40	242	93
Total Underwriting Expenses	15,628	2,659	18,287	4,763	944	5,707	20,391	3,603	23,994	19,940
<b>Net U/W Gain (Loss)</b>	1,891	394	2,285	-276	-67	-343	1,615	327	1,942	10,432
Premium Finance Fee	15	0	15	3	0	3	18	0	18	0
Investment Income	1,275	52	1,327	330	14	344	1,605	66	1,671	2,094
<b>Operating Results</b>	3,181	446	3,627	57	-53	4	3,238	393	3,631	12,526
Ending Premium Deficiency	-992	-891	-891	-35	-48	-48	-1,027	-939	-939	
Change in Premium Deficiency	199	101	300	-9	-13	-22	190	88	278	-2,675
<b>Net Result From Operations</b>	2,982	345	3,327	66	-40	26	3,048	305	3,353	15,201

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.5%	7.8%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	1.4%	1.1%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	16	4	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	26	7	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	2,000	600	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	3,053	877	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	8,486	2,408	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.5%	-2.0%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	60.8%	82.8%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	10.9%	10.9%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
New Brunswick  
Calendar Year 2005  
Outlook at October 2005  
(Amounts in \$ 000's)**

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles Total CY 2004 (10)
	Actual To Oct/05 (1)	Estimated Nov/05 -Dec/05 (2)	Estimated CY 2005 (3)=(1)+(2)	Actual To Oct/05 (4)	Estimated Nov/05 -Dec/05 (5)	Estimated CY 2005 (6)+(4)+(5)	Actual To Oct/05 (7)=(1)+(4)	Estimated Nov/05 -Dec/05 (8)+(2)+(5)	Estimated CY 2005 (9)+(3)+(6)	
<b>Underwriting Revenue</b>										
Written Premium	21,103	4,000	25,103	16,250	2,000	18,250	37,353	6,000	43,353	41,178
Change in Unearned Premium	777	203	980	-493	1,145	652	284	1,348	855	6,486
Earned Premium	21,880	4,203	26,083	15,757	3,145	18,902	37,637	7,348	44,985	47,664
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	9,923	1,883	11,806	11,383	2,277	13,660	21,306	4,160	25,466	27,270
Claims Incurred - Prior AY	-1,308	0	-1,308	-1,004	0	-1,004	-2,312	0	-2,312	-26,216
Claims Adj. Exp - Current AY	2,568	425	2,993	1,175	318	1,493	3,743	743	4,486	4,766
Claims Adj. Exp - Prior AY	-277	0	-277	-65	0	-65	-342	0	-342	-4,106
Operating & Service Fee	2,669	400	3,069	1,280	200	1,480	3,949	600	4,549	4,151
Commissions	2,602	416	3,018	928	156	1,084	3,530	572	4,102	3,811
Other Policy-Related Expenses	199	40	239	96	12	108	295	52	347	407
F.A. Operating Expenses	193	42	235	90	20	110	283	62	345	2,703
Total Underwriting Expenses	16,569	3,206	19,775	13,883	2,983	16,866	30,452	6,189	36,641	12,786
<b>Net U/W Gain (Loss)</b>	5,311	997	6,308	1,874	162	2,036	7,185	1,159	8,344	34,878
Premium Finance Fee	0	0	0	0	0	0	0	0	0	0
Investment Income	2,013	82	2,095	1,156	46	1,202	3,169	128	3,297	4,153
<b>Operating Results</b>	7,324	1,079	8,403	3,030	208	3,238	10,354	1,287	11,641	39,031
Ending Premium Deficiency	-1,221	-1,204	-1,204	-708	-635	-635	-1,929	-1,839	-1,839	
Change in Premium Deficiency	489	17	506	-318	73	-245	171	90	261	-3,357
<b>Net Result From Operations</b>	6,835	1,062	7,897	3,348	135	3,483	10,183	1,197	11,380	42,388

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.4%	7.8%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	1.0%	0.6%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	21	10	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	41	23	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	4,000	2,000	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	4,203	3,145	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	11,573	8,136	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.4%	-7.8%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	44.8%	72.4%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	10.1%	10.1%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market**  
**Nova Scotia**  
**Calendar Year 2005**  
**Outlook at October 2005**  
(Amounts in \$ 000's)

**CY 2005**  
Page 4 of 11

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles Total CY 2004 (10)
	Actual To Oct/05 (1)	Estimated Nov/05 -Dec/05 (2)	Estimated CY 2005 (3)=(1)+(2)	Actual To Oct/05 (4)	Estimated Nov/05 -Dec/05 (5)	Estimated CY 2005 (6)+(4)+(5)	Actual To Oct/05 (7)=(1)+(4)	Estimated Nov/05 -Dec/05 (8)+(2)+(5)	Estimated CY 2005 (9)+(3)+(6)	
<b>Underwriting Revenue</b>										
Written Premium	43,988	7,500	51,488	10,360	1,600	11,960	54,348	9,100	63,448	79,693
Change in Unearned Premium	4,193	1,159	5,352	248	405	653	4,441	1,564	1,812	-4,403
Earned Premium	48,181	8,659	56,840	10,608	2,005	12,613	58,789	10,664	69,453	75,290
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	27,852	4,884	32,736	7,792	1,478	9,270	35,644	6,362	42,006	43,205
Claims Incurred - Prior AY	1,829	0	1,829	-2,664	0	-2,664	-835	0	-835	-17,899
Claims Adj. Exp - Current AY	5,830	1,074	6,904	1,348	249	1,597	7,178	1,323	8,501	9,317
Claims Adj. Exp - Prior AY	-354	0	-354	-129	0	-129	-483	0	-483	-5,760
Operating & Service Fee	4,646	750	5,396	1,010	160	1,170	5,656	910	6,566	8,108
Commissions	5,002	810	5,812	618	125	743	5,620	935	6,555	8,130
Other Policy-Related Expenses	1,578	263	1,841	348	54	402	1,926	317	2,243	2,343
F.A. Operating Expenses	254	54	308	55	12	67	309	66	375	338
Total Underwriting Expenses	46,637	7,835	54,472	8,378	2,078	10,456	55,015	9,913	64,928	47,782
<b>Net U/W Gain (Loss)</b>	1,544	824	2,368	2,230	-73	2,157	3,774	751	4,525	27,508
Premium Finance Fee	0	0	0	0	0	0	0	0	0	0
Investment Income	2,700	110	2,810	724	30	754	3,424	140	3,564	4,245
<b>Operating Results</b>	4,244	934	5,178	2,954	-43	2,911	7,198	891	8,089	31,753
Ending Premium Deficiency	-2,834	-2,702	-2,702	-462	-440	-440	-3,296	-3,142	-3,142	
Change in Premium Deficiency	423	132	555	-18	22	4	405	154	559	-6,468
<b>Net Result From Operations</b>	3,821	802	4,623	2,972	-65	2,907	6,793	737	7,530	38,221

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.8%	7.8%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	3.5%	3.4%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	27	6	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	55	15	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	7,500	1,600	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	8,659	2,005	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	25,014	5,646	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.8%	-7.8%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	56.4%	73.7%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	12.4%	12.4%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Prince Edward Island  
Calendar Year 2005  
Outlook at October 2005**  
(Amounts in \$ 000's)

**CY 2005**  
Page 5 of 11

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles Total CY 2004 (10)
	Actual To Oct/05 (1)	Estimated Nov/05 -Dec/05 (2)	Estimated CY 2005 (3)=(1)+(2)	Actual To Oct/05 (4)	Estimated Nov/05 -Dec/05 (5)	Estimated CY 2005 (6)+(4)+(5)	Actual To Oct/05 (7)=(1)+(4)	Estimated Nov/05 -Dec/05 (8)+(2)+(5)	Estimated CY 2005 (9)+(3)+(6)	
<b>Underwriting Revenue</b>										
Written Premium	6,366	950	7,316	1,546	150	1,696	7,912	1,100	9,012	11,531
Change in Unearned Premium	711	329	1,040	-33	145	112	678	474	441	38
Earned Premium	7,077	1,279	8,356	1,513	295	1,808	8,590	1,574	10,164	11,569
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	3,029	495	3,524	861	150	1,011	3,890	645	4,535	5,403
Claims Incurred - Prior AY	-1,302	0	-1,302	63	0	63	-1,239	0	-1,239	-2,931
Claims Adj. Exp - Current AY	682	124	806	146	29	175	828	153	981	1,169
Claims Adj. Exp - Prior AY	3	0	3	-4	0	-4	-1	0	-1	-222
Operating & Service Fee	661	95	756	133	15	148	794	110	904	1,167
Commissions	680	98	778	93	12	105	773	110	883	1,165
Other Policy-Related Expenses	154	24	178	31	3	34	185	27	212	211
F.A. Operating Expenses	79	16	95	16	4	20	95	20	115	96
Total Underwriting Expenses	3,986	852	4,838	1,339	213	1,552	5,325	1,065	6,390	6,058
<b>Net U/W Gain (Loss)</b>	3,091	427	3,518	174	82	256	3,265	509	3,774	5,511
Premium Finance Fee	0	0	0	0	0	0	0	0	0	0
Investment Income	447	18	465	106	4	110	553	22	575	688
<b>Operating Results</b>	3,538	445	3,983	280	86	366	3,818	531	4,349	6,199
Ending Premium Deficiency	-340	-312	-312	-65	-59	-59	-405	-371	-371	
Change in Premium Deficiency	104	28	132	-24	6	-18	80	34	114	8
<b>Net Result From Operations</b>	3,434	417	3,851	304	80	384	3,738	497	4,235	6,191

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.3%	8.3%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	2.5%	2.1%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	8	2	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	9	2	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	950	150	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	1,279	295	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	3,026	708	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.3%	-8.3%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	38.7%	50.8%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	9.7%	9.7%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Ontario  
Calendar Year 2005  
Outlook at October 2005  
(Amounts in \$ 000's)**

**CY 2005  
Page 6 of 11**

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles Total CY 2004 (10)
	Actual To Oct/05 (1)	Estimated Nov/05 -Dec/05 (2)	Estimated CY 2005 (3)=(1)+(2)	Actual To Oct/05 (4)	Estimated Nov/05 -Dec/05 (5)	Estimated CY 2005 (6)+(4)+(5)	Actual To Oct/05 (7)=(1)+(4)	Estimated Nov/05 -Dec/05 (8)+(2)+(5)	Estimated CY 2005 (9)+(3)+(6)	
<b>Underwriting Revenue</b>										
Written Premium	150,829	22,000	172,829	61,479	11,000	72,479	212,308	33,000	245,308	458,675
Change in Unearned Premium	68,240	9,330	77,570	4,524	1,145	5,669	72,764	10,475	14,999	146,237
Earned Premium	219,069	31,330	250,399	66,003	12,145	78,148	285,072	43,475	328,547	604,912
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	114,093	16,292	130,385	50,084	9,400	59,484	164,177	25,692	189,869	449,306
Claims Incurred - Prior AY	-120,697	0	-120,697	-14,019	0	-14,019	-134,716	0	-134,716	-213,381
Claims Adj. Exp - Current AY	31,031	4,136	35,167	5,759	1,603	7,362	36,790	5,739	42,529	96,381
Claims Adj. Exp - Prior AY	-17,104	0	-17,104	-2,899	0	-2,899	-20,003	0	-20,003	-28,928
Operating & Service Fee	19,929	2,376	22,305	4,052	1,188	5,240	23,981	3,564	27,545	49,721
Commissions	11,737	1,452	13,189	2,411	869	3,280	14,148	2,321	16,469	30,606
Other Policy-Related Expenses	2,684	198	2,882	438	55	493	3,122	253	3,375	10,311
F.A. Operating Expenses	897	210	1,107	177	40	217	1,074	250	1,324	-25,467
Total Underwriting Expenses	42,570	24,664	67,234	46,003	13,155	59,158	88,573	37,819	126,392	368,549
<b>Net U/W Gain (Loss)</b>	176,499	6,666	183,165	20,000	-1,010	18,990	196,499	5,656	202,155	236,363
Premium Finance Fee	-73	0	-73	-16	0	-16	-89	0	-89	125
Investment Income	21,326	918	22,244	4,036	166	4,202	25,362	1,084	26,446	33,083
<b>Operating Results</b>	197,752	7,584	205,336	24,020	-844	23,176	221,772	6,740	228,512	269,571
Ending Premium Deficiency	-6,269	-5,662	-5,662	-1,608	-2,026	-2,026	-7,877	-7,688	-7,688	
Change in Premium Deficiency	4,916	607	5,523	-586	-418	-1,004	4,330	189	4,519	-166,000
<b>Net Result From Operations</b>	192,836	6,977	199,813	24,606	-426	24,180	217,442	6,551	223,993	435,571

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	6.6%	7.9%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.8%	10.8%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.9%	0.5%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	105	20	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	459	83	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	22,000	11,000	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	31,330	12,145	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	85,789	33,214	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-6.6%	-6.1%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	52.0%	77.4%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	13.2%	13.2%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Alberta  
Calendar Year 2005  
Outlook at October 2005  
(Amounts in \$ 000's)**

**CY 2005  
Page 7 of 11**

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles Total CY 2004 (10)
	Actual To Oct/05 (1)	Estimated Nov/05 -Dec/05 (2)	Estimated CY 2005 (3)=(1)+(2)	Actual To Oct/05 (4)	Estimated Nov/05 -Dec/05 (5)	Estimated CY 2005 (6)+(4)+(5)	Actual To Oct/05 (7)=(1)+(4)	Estimated Nov/05 -Dec/05 (8)+(2)+(5)	Estimated CY 2005 (9)+(3)+(6)	
	<b>Underwriting Revenue</b>									
Written Premium	43,365	2,400	45,765	62,466	12,000	74,466	105,831	14,400	120,231	205,089
Change in Unearned Premium	19,097	7,051	26,148	-3,377	518	-2,859	15,720	7,569	4,192	33,778
Earned Premium	62,462	9,451	71,913	59,089	12,518	71,607	121,551	21,969	143,520	238,867
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	41,740	6,153	47,893	27,084	5,758	32,842	68,824	11,911	80,735	140,505
Claims Incurred - Prior AY	-18,897	0	-18,897	-5,665	0	-5,665	-24,562	0	-24,562	-14,114
Claims Adj. Exp - Current AY	8,725	945	9,670	3,774	1,252	5,026	12,499	2,197	14,696	25,300
Claims Adj. Exp - Prior AY	-1,292	0	-1,292	-225	0	-225	-1,517	0	-1,517	-1,150
Operating & Service Fee	7,303	240	7,543	3,890	1,200	5,090	11,193	1,440	12,633	20,968
Commissions	5,511	247	5,758	4,539	972	5,511	10,050	1,219	11,269	20,476
Other Policy-Related Expenses	635	60	695	353	72	425	988	132	1,120	2,044
F.A. Operating Expenses	359	66	425	192	36	228	551	102	653	2,650
Total Underwriting Expenses	44,084	7,711	51,795	33,942	9,290	43,232	78,026	17,001	95,027	196,679
<b>Net U/W Gain (Loss)</b>	18,378	1,740	20,118	25,147	3,228	28,375	43,525	4,968	48,493	42,188
Premium Finance Fee	-7	0	-7	-3	0	-3	-10	0	-10	-228
Investment Income	3,888	170	4,058	3,179	126	3,305	7,067	296	7,363	10,020
<b>Operating Results</b>	22,259	1,910	24,169	28,323	3,354	31,677	50,582	5,264	55,846	51,980
Ending Premium Deficiency	-3,162	-2,135	-2,135	-2,680	-2,628	-2,628	-5,842	-4,763	-4,763	
Change in Premium Deficiency	1,971	1,027	2,998	-741	52	-689	1,230	1,079	2,309	3,837
<b>Net Result From Operations</b>	20,288	883	21,171	29,064	3,302	32,366	49,352	4,185	53,537	48,143

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.3%	8.1%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	2.5%	0.6%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	33	18	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	85	63	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	2,400	12,000	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	9,451	12,518	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	20,727	32,449	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.3%	-8.1%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	65.1%	46.0%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	10.0%	10.0%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Yukon Territory  
Calendar Year 2005  
Outlook at October 2005  
(Amounts in \$ 000's)**

**CY 2005  
Page 8 of 11**

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles
	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Total CY 2004
	(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)=(1)+(4)	(8)=(2)+(5)	(9)=(3)+(6)	(10)
<b>Underwriting Revenue</b>										
Written Premium	1,902	370	2,272	864	140	1,004	2,766	510	3,276	3,065
Change in Unearned Premium	-131	22	-109	-73	32	-41	-204	54	-19	-85
Earned Premium	1,771	392	2,163	791	172	963	2,562	564	3,126	2,980
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	1,251	271	1,522	265	67	332	1,516	338	1,854	1,407
Claims Incurred - Prior AY	353	0	353	55	0	55	408	0	408	-164
Claims Adj. Exp - Current AY	151	50	201	51	22	73	202	72	274	234
Claims Adj. Exp - Prior AY	-26	0	-26	2	0	2	-24	0	-24	-32
Operating & Service Fee	120	37	157	55	14	69	175	51	226	206
Commissions	143	37	180	22	11	33	165	48	213	194
Other Policy-Related Expenses	9	1	10	4	1	5	13	2	15	13
F.A. Operating Expenses	38	8	46	15	2	17	53	10	63	55
Total Underwriting Expenses	2,039	404	2,443	469	117	586	2,508	521	3,029	1,913
<b>Net U/W Gain (Loss)</b>	-268	-12	-280	322	55	377	54	43	97	1,067
Premium Finance Fee	0	0	0	0	0	0	0	0	0	0
Investment Income	79	4	83	54	2	56	133	6	139	155
<b>Operating Results</b>	-189	-8	-197	376	57	433	187	49	236	1,222
Ending Premium Deficiency	-86	-97	-97	-37	-32	-32	-123	-129	-129	
Change in Premium Deficiency	-2	-11	-13	-10	5	-5	-12	-6	-18	-8
<b>Net Result From Operations</b>	-187	3	-184	386	52	438	199	55	254	1,230

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.1%	7.5%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.3%	0.4%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	4	1	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	2	1	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	370	140	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	392	172	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	957	426	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.1%	-7.5%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	69.2%	38.7%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	12.7%	12.7%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Northwest Territories  
Calendar Year 2005  
Outlook at October 2005  
(Amounts in \$ 000's)**

**CY 2005  
Page 9 of 11**

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles
	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Total CY 2004
	(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)=(1)+(4)	(8)=(2)+(5)	(9)=(3)+(6)	(10)
<b>Underwriting Revenue</b>										
Written Premium	4,767	900	5,667	1,438	340	1,778	6,205	1,240	7,445	6,410
Change in Unearned Premium	-346	95	-251	-119	-54	-173	-465	41	-78	-308
Earned Premium	4,421	995	5,416	1,319	286	1,605	5,740	1,281	7,021	6,102
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	2,924	617	3,541	235	54	289	3,159	671	3,830	4,739
Claims Incurred - Prior AY	-784	0	-784	-49	0	-49	-833	0	-833	-374
Claims Adj. Exp - Current AY	250	115	365	54	33	87	304	148	452	484
Claims Adj. Exp - Prior AY	-94	0	-94	-15	0	-15	-109	0	-109	-22
Operating & Service Fee	257	90	347	76	34	110	333	124	457	358
Commissions	310	89	399	22	24	46	332	113	445	362
Other Policy-Related Expenses	17	3	20	5	1	6	22	4	26	10
F.A. Operating Expenses	46	8	54	13	2	15	59	10	69	61
Total Underwriting Expenses	2,926	922	3,848	341	148	489	3,267	1,070	4,337	5,618
<b>Net U/W Gain (Loss)</b>	1,495	73	1,568	978	138	1,116	2,473	211	2,684	484
Premium Finance Fee	0	0	0	0	0	0	0	0	0	0
Investment Income	205	8	213	107	4	111	312	12	324	347
<b>Operating Results</b>	1,700	81	1,781	1,085	142	1,227	2,785	223	3,008	831
Ending Premium Deficiency	-223	-229	-229	-53	-55	-55	-276	-284	-284	
Change in Premium Deficiency	-262	-6	-268	-6	-2	-8	-268	-8	-276	188
<b>Net Result From Operations</b>	1,962	87	2,049	1,091	144	1,235	3,053	231	3,284	643

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	9.9%	7.2%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.3%	0.3%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	4	1	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	4	2	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	900	340	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	995	286	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	2,185	767	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.5%	-7.2%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	62.0%	19.0%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	11.6%	11.6%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market**  
**Nunavut**  
**Calendar Year 2005**  
**Outlook at October 2005**  
(Amounts in \$ 000's)

**CY 2005**  
Page 10 of 11

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles Total CY 2004
	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	Actual To Oct/05	Estimated Nov/05 -Dec/05	Estimated CY 2005	
	(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)=(1)+(4)	(8)=(2)+(5)	(9)=(3)+(6)	(10)
<b>Underwriting Revenue</b>										
Written Premium	742	240	982	422	100	522	1,164	340	1,504	979
Change in Unearned Premium	-115	-71	-186	-107	-14	-121	-222	-85	-192	-118
Earned Premium	627	169	796	315	86	401	942	255	1,197	861
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	310	105	415	63	16	79	373	121	494	209
Claims Incurred - Prior AY	-68	0	-68	-7	0	-7	-75	0	-75	-74
Claims Adj. Exp - Current AY	59	19	78	31	10	41	90	29	119	109
Claims Adj. Exp - Prior AY	-12	0	-12	-5	0	-5	-17	0	-17	-10
Operating & Service Fee	76	24	100	38	10	48	114	34	148	95
Commissions	95	20	115	9	6	15	104	26	130	90
Other Policy-Related Expenses	0	1	1	0	0	0	0	1	1	0
F.A. Operating Expenses	35	6	41	15	2	17	50	8	58	52
Total Underwriting Expenses	495	175	670	144	44	188	639	219	858	471
<b>Net U/W Gain (Loss)</b>	132	-6	126	171	42	213	303	36	339	390
Premium Finance Fee	0	0	0	0	0	0	0	0	0	0
Investment Income	26	2	28	14	0	14	40	2	42	32
<b>Operating Results</b>	158	-4	154	185	42	227	343	38	381	422
Ending Premium Deficiency	-48	-49	-49	-14	-16	-16	-62	-65	-65	
Change in Premium Deficiency	-55	-1	-56	-3	-2	-5	-58	-3	-61	28
<b>Net Result From Operations</b>	213	-3	210	188	44	232	401	41	442	394

	Basis of Calculation	CY 2005 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	8.5%	6.3%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.3%	0.3%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	3	1	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	1	0	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	240	100	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	169	86	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	499	261	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-9.9%	-6.3%	Claims Runoff Analysis at Sep/05
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	62.0%	19.0%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	11.1%	11.1%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		10	10	
Number of Estimated Months		2	2	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market**  
**All Jurisdictions Combined**  
**Calendar Year 2005**  
**Outlook at October 2005**  
(Amounts in \$ 000's)

	Private Passenger			Non Private Passenger			All Vehicles			All Vehicles
	Actual	Estimated	Estimated	Actual	Estimated	Estimated	Actual	Estimated	Estimated	Total
	To Oct/05	Nov/05 -Dec/05	CY 2005	To Oct/05	Nov/05 -Dec/05	CY 2005	To Oct/05	Nov/05 -Dec/05	CY 2005	CY 2004
	(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)=(1)+(4)	(8)=(2)+(5)	(9)=(3)+(6)	(10)
<b>Underwriting Revenue</b>										
Written Premium	288,860	40,360	329,220	159,335	27,930	187,265	448,195	68,290	516,485	836,288
Change in Unearned Premium	94,147	19,171	113,318	547	3,599	4,146	94,694	22,770	117,464	182,329
Earned Premium	383,007	59,531	442,538	159,882	31,529	191,411	542,889	91,060	633,949	1,018,617
<b>Underwriting Expenses</b>										
Claims Incurred - Current AY	212,174	32,556	244,730	101,180	19,926	121,106	313,354	52,482	365,836	691,157
Claims Incurred - Prior AY	-141,669	0	-141,669	-23,101	0	-23,101	-164,770	0	-164,770	-282,032
Claims Adj. Exp - Current AY	51,267	7,221	58,488	12,775	3,612	16,387	64,042	10,833	74,875	141,255
Claims Adj. Exp - Prior AY	-19,530	0	-19,530	-3,418	0	-3,418	-22,948	0	-22,948	-42,419
Operating & Service Fee	37,351	4,212	41,563	10,928	2,881	13,809	48,279	7,093	55,372	87,750
Commissions	27,775	3,379	31,154	8,961	2,222	11,183	36,736	5,601	42,337	67,831
Other Policy-Related Expenses	5,501	618	6,119	1,326	205	1,531	6,827	823	7,650	15,673
F.A. Operating Expenses	2,065	442	2,507	611	126	737	2,676	568	3,244	-19,419
Total Underwriting Expenses	174,934	48,428	223,362	109,262	28,972	138,234	284,196	77,400	361,596	659,796
<b>Net U/W Gain (Loss)</b>	208,073	11,103	219,176	50,620	2,557	53,177	258,693	13,660	272,353	358,821
Premium Finance Fee	-65	0	-65	-16	0	-16	-81	0	-81	-103
Investment Income	31,959	1,364	33,323	9,706	392	10,098	41,665	1,756	43,421	54,817
<b>Operating Results</b>	239,967	12,467	252,434	60,310	2,949	63,259	300,277	15,416	315,693	413,535
Ending Premium Deficiency	-15,175	-13,281	-13,281	-5,662	-5,939	-5,939	-20,837	-19,220	-19,220	
Change in Premium Deficiency	7,783	1,894	9,677	-1,715	-277	-1,992	6,068	1,617	7,685	-174,447
<b>Net Result From Operations</b>	232,184	10,573	242,757	62,025	3,226	65,251	294,209	13,799	308,008	587,982

Note: Amounts shown above do not reflect costs incurred directly by member companies (i.e. premium taxes, health levies, cost of capital) as a result of their compulsory participation in Facility Association.

**Facility Association Residual Market  
Summary - All Jurisdictions  
Calendar Year 2006  
Outlook at October 2005  
(Amounts in \$ 000's)**

	All Vehicles Combined										All Vehicles	All Vehicles
	Newfoundland & Labrador	New Brunswick	Nova Scotia	Prince Edward Island	Ontario	Alberta	Yukon Territory	Northwest Territories	Nunavut	All Jurisdictions	Total CY 2005	Total CY 2004
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>Underwriting Revenue</b>												
Written Premium	22,400	42,000	60,750	9,014	207,500	90,200	3,275	7,535	1,445	444,119	516,485	836,288
Change in Unearned Premium	88	260	265	-1	11,388	13,103	0	-41	54	25,116	117,464	182,329
Earned Premium	22,488	42,260	61,015	9,013	218,888	103,303	3,275	7,494	1,499	469,235	633,949	1,018,617
<b>Underwriting Expenses</b>												
Claims Incurred - Current AY	16,107	26,454	40,959	3,541	150,582	56,504	2,010	3,964	720	300,841	365,836	691,157
Claims Incurred - Prior AY	0	0	0	0	0	0	0	0	0	0	-164,770	-282,032
Claims Adj. Exp - Current AY	2,631	4,437	8,115	875	31,958	10,330	420	877	166	59,809	74,875	141,255
Claims Adj. Exp - Prior AY	0	0	0	0	0	0	0	0	0	0	-22,948	-42,419
Operating & Service Fee	2,240	4,200	6,075	902	22,410	9,020	327	754	144	46,072	55,372	87,750
Commissions	2,215	3,895	6,212	895	14,599	7,658	304	698	111	36,587	42,337	67,831
Other Policy-Related Expenses	298	347	2,115	219	1,590	845	11	22	5	5,452	7,650	15,673
F.A. Operating Expenses	240	372	396	120	1,500	612	60	60	48	3,408	3,244	-19,419
Total Underwriting Expenses	23,731	39,705	63,872	6,552	222,639	84,969	3,132	6,375	1,194	452,169	361,596	659,796
<b>Net U/W Gain (Loss)</b>	-1,243	2,555	-2,857	2,461	-3,751	18,334	143	1,119	305	17,066	272,353	358,821
Premium Finance Fee	0	0	0	0	0	0	0	0	0	0	-81	-103
Investment Income	396	768	840	132	6,504	1,776	36	72	12	10,536	43,421	54,817
<b>Operating Results</b>	-847	3,323	-2,017	2,593	2,753	20,110	179	1,191	317	27,602	315,693	413,535
Ending Premium Deficiency	-735	-1,812	-2,701	-371	-3,918	-3,416	-129	-289	-60	-13,431	-19,220	0
Change in UEP Deficiency	204	27	441	0	3,770	1,347	0	-5	5	5,789	7,685	-174,447
<b>Net Result From Operations</b>	-1,051	3,296	-2,458	2,593	-1,017	18,763	179	1,196	312	21,813	308,008	587,982
<b>RATIOS (to Earned Premium)</b>												
Claims Incurred & Related Expenses												
Current Accident Year	83.3%	73.1%	80.4%	49.0%	83.4%	64.7%	74.2%	64.6%	59.1%	76.9%	69.5%	81.7%
Prior Accident Years	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-29.6%	-31.9%
Calendar Year Total	83.3%	73.1%	80.4%	49.0%	83.4%	64.7%	74.2%	64.6%	59.1%	76.9%	39.9%	49.8%
Underwriting & Admin. Expense	22.2%	20.9%	24.3%	23.7%	18.3%	17.6%	21.4%	20.5%	20.6%	19.5%	17.1%	15.0%
<b>Combined Operating Ratio</b>	105.5%	94.0%	104.7%	72.7%	101.7%	82.3%	95.6%	85.1%	79.7%	96.4%	57.0%	64.8%

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital) as a result of their compulsory participation in Facility Association.

**Facility Association Residual Market  
Newfoundland & Labrador  
Calendar Year 2006  
Outlook at October 2005  
(Amounts in \$ 000's)**

**CY 2006  
Page 2 of 11**

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004
	Private Passenger	Non Private Passenger	All Vehicles	Private Passenger	Non Private Passenger	All Vehicles	All Vehicles
	(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)
<b>Underwriting Revenue</b>							
Written Premium	17,300	5,100	22,400	17,798	5,110	22,908	29,668
Change in Unearned Premium	84	4	88	2,774	254	3,028	704
Earned Premium	17,384	5,104	22,488	20,572	5,364	25,936	30,372
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	11,508	4,599	16,107	12,908	4,139	17,047	19,113
Claims Incurred - Prior AY	0	0	0	-795	189	-606	-6,879
Claims Adj. Exp - Current AY	2,034	597	2,631	2,304	533	2,837	3,495
Claims Adj. Exp - Prior AY	0	0	0	-374	-78	-452	-2,189
Operating & Service Fee	1,730	510	2,240	1,890	454	2,344	2,976
Commissions	1,817	398	2,215	1,905	366	2,271	2,997
Other Policy-Related Expenses	242	56	298	253	58	311	334
F.A. Operating Expenses	192	48	240	196	46	25,936	93
Total Underwriting Expenses	17,523	6,208	23,731	18,287	5,707	23,994	19,940
<b>Net U/W Gain (Loss)</b>	-139	-1,104	-1,243	2,285	-343	1,942	10,432
Premium Finance Fee	0	0	0	15	3	18	0
Investment Income	312	84	396	1,327	344	1,671	2,094
<b>Operating Results</b>	173	-1,020	-847	3,627	4	3,631	12,526
Ending Premium Deficiency	-882	147	-735	-891	-48	-939	
Change in Premium Deficiency	9	195	204	300	-22	278	-2,675
<b>Net Result From Operations</b>	164	-1,215	-1,051	3,327	26	3,353	15,201

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.5%	7.8%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	1.4%	1.1%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	16	4	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	26	7	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	17,300	5,100	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	17,384	5,104	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	8,402	2,404	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.5%	6.1%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	66.2%	90.1%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	11.7%	11.7%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
New Brunswick  
Calendar Year 2006  
Outlook at October 2005  
(Amounts in \$ 000's)**

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
<b>Underwriting Revenue</b>							
Written Premium	23,800	18,200	42,000	25,103	18,250	43,353	41,178
Change in Unearned Premium	259	1	260	980	652	1,632	6,486
Earned Premium	24,059	18,201	42,260	26,083	18,902	44,985	47,664
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	12,439	14,015	26,454	11,806	13,660	25,466	27,270
Claims Incurred - Prior AY	0	0	0	-1,308	-1,004	-2,312	-26,216
Claims Adj. Exp - Current AY	2,526	1,911	4,437	2,993	1,493	4,486	4,766
Claims Adj. Exp - Prior AY	0	0	0	-277	-65	-342	-4,106
Operating & Service Fee	2,380	1,820	4,200	3,069	1,480	4,549	4,151
Commissions	2,475	1,420	3,895	3,018	1,084	4,102	3,811
Other Policy-Related Expenses	238	109	347	239	108	347	407
F.A. Operating Expenses	252	120	372	235	110	44,985	2,703
Total Underwriting Expenses	20,310	19,395	39,705	19,775	16,866	36,641	12,786
<b>Net U/W Gain (Loss)</b>	3,749	-1,194	2,555	6,308	2,036	8,344	34,878
Premium Finance Fee	0	0	0	0	0	0	0
Investment Income	492	276	768	2,095	1,202	3,297	4,153
<b>Operating Results</b>	4,241	-918	3,323	8,403	3,238	11,641	39,031
Ending Premium Deficiency	-1,177	-635	-1,812	-1,204	-635	-1,839	
Change in Premium Deficiency	27	0	27	506	-245	261	-3,357
<b>Net Result From Operations</b>	4,214	-918	3,296	7,897	3,483	11,380	42,388

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.4%	7.8%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	1.0%	0.6%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	21	10	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	41	23	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	23,800	18,200	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	24,059	18,201	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	11,314	8,135	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.4%	-7.8%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	51.7%	77.0%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	10.5%	10.5%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market**  
**Nova Scotia**  
**Calendar Year 2006**  
**Outlook at October 2005**  
(Amounts in \$ 000's)

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
<b>Underwriting Revenue</b>							
Written Premium	49,100	11,650	60,750	51,488	11,960	63,448	79,693
Change in Unearned Premium	213	52	265	5,352	653	6,005	-4,403
Earned Premium	49,313	11,702	61,015	56,840	12,613	69,453	75,290
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	31,363	9,596	40,959	32,736	9,270	42,006	43,205
Claims Incurred - Prior AY	0	0	0	1,829	-2,664	-835	-17,899
Claims Adj. Exp - Current AY	6,559	1,556	8,115	6,904	1,597	8,501	9,317
Claims Adj. Exp - Prior AY	0	0	0	-354	-129	-483	-5,760
Operating & Service Fee	4,910	1,165	6,075	5,396	1,170	6,566	8,108
Commissions	5,303	909	6,212	5,812	743	6,555	8,130
Other Policy-Related Expenses	1,719	396	2,115	1,841	402	2,243	2,343
F.A. Operating Expenses	324	72	396	308	67	69,453	338
Total Underwriting Expenses	50,178	13,694	63,872	54,472	10,456	64,928	47,782
<b>Net U/W Gain (Loss)</b>	-865	-1,992	-2,857	2,368	2,157	4,525	27,508
Premium Finance Fee	0	0	0	0	0	0	0
Investment Income	660	180	840	2,810	754	3,564	4,245
<b>Operating Results</b>	-205	-1,812	-2,017	5,178	2,911	8,089	31,753
Ending Premium Deficiency	-2,679	-22	-2,701	-2,702	-440	-3,142	
Change in Premium Deficiency	23	418	441	555	4	559	-6,468
<b>Net Result From Operations</b>	-228	-2,230	-2,458	4,623	2,907	7,530	38,221

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.8%	7.8%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	3.5%	3.4%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	27	6	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	55	15	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	49,100	11,650	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	49,313	11,702	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	24,801	5,595	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.8%	-0.4%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	63.6%	82.0%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	13.3%	13.3%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Prince Edward Island  
Calendar Year 2006  
Outlook at October 2005**  
(Amounts in \$ 000's)

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
<b>Underwriting Revenue</b>							
Written Premium	7,317	1,697	9,014	7,316	1,696	9,012	11,531
Change in Unearned Premium	0	-1	-1	1,040	112	1,152	38
Earned Premium	7,317	1,696	9,013	8,356	1,808	10,164	11,569
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	2,707	834	3,541	3,524	1,011	4,535	5,403
Claims Incurred - Prior AY	0	0	0	-1,302	63	-1,239	-2,931
Claims Adj. Exp - Current AY	710	165	875	806	175	981	1,169
Claims Adj. Exp - Prior AY	0	0	0	3	-4	-1	-222
Operating & Service Fee	732	170	902	756	148	904	1,167
Commissions	754	141	895	778	105	883	1,165
Other Policy-Related Expenses	183	36	219	178	34	212	211
F.A. Operating Expenses	96	24	120	95	20	115	96
Total Underwriting Expenses	5,182	1,370	6,552	4,838	1,552	6,390	6,058
<b>Net U/W Gain (Loss)</b>	2,135	326	2,461	3,518	256	3,774	5,511
Premium Finance Fee	0	0	0	0	0	0	0
Investment Income	108	24	132	465	110	575	688
<b>Operating Results</b>	2,243	350	2,593	3,983	366	4,349	6,199
Ending Premium Deficiency	-312	-59	-371	-312	-59	-371	
Change in Premium Deficiency	0	0	0	132	-18	114	8
<b>Net Result From Operations</b>	2,243	350	2,593	3,851	384	4,235	6,191

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.3%	8.3%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	2.5%	2.1%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	8	2	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	9	2	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	7,317	1,697	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	7,317	1,696	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	3,026	708	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.3%	-8.3%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	37.0%	49.2%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	9.7%	9.7%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market**  
**Ontario**  
**Calendar Year 2006**  
**Outlook at October 2005**  
(Amounts in \$ 000's)

**CY 2006**  
Page 6 of 11

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
	<b>Underwriting Revenue</b>						
Written Premium	138,000	69,500	207,500	172,829	72,479	245,308	458,675
Change in Unearned Premium	11,007	381	11,388	77,570	5,669	83,239	146,237
Earned Premium	149,007	69,881	218,888	250,399	78,148	328,547	604,912
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	91,043	59,539	150,582	130,385	59,484	189,869	449,306
Claims Incurred - Prior AY	0	0	0	-120,697	-14,019	-134,716	-213,381
Claims Adj. Exp - Current AY	21,755	10,203	31,958	35,167	7,362	42,529	96,381
Claims Adj. Exp - Prior AY	0	0	0	-17,104	-2,899	-20,003	-28,928
Operating & Service Fee	14,904	7,506	22,410	22,305	5,240	27,545	49,721
Commissions	9,108	5,491	14,599	13,189	3,280	16,469	30,606
Other Policy-Related Expenses	1,242	348	1,590	2,882	493	3,375	10,311
F.A. Operating Expenses	1,260	240	1,500	1,107	217	328,547	-25,467
Total Underwriting Expenses	139,312	83,327	222,639	67,234	59,158	126,392	368,549
<b>Net U/W Gain (Loss)</b>	9,695	-13,446	-3,751	183,165	18,990	202,155	236,363
Premium Finance Fee	0	0	0	-73	-16	-89	125
Investment Income	5,508	996	6,504	22,244	4,202	26,446	33,083
<b>Operating Results</b>	15,203	-12,450	2,753	205,336	23,176	228,512	269,571
Ending Premium Deficiency	-4,936	1,018	-3,918	-5,662	-2,026	-7,688	
Change in Premium Deficiency	726	3,044	3,770	5,523	-1,004	4,519	-166,000
<b>Net Result From Operations</b>	14,477	-15,494	-1,017	199,813	24,180	223,993	435,571

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	6.6%	7.9%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.8%	10.8%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.9%	0.5%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	105	20	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	459	83	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	138,000	69,500	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	149,007	69,881	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	74,782	32,833	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-6.6%	3.1%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	61.1%	85.2%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	14.6%	14.6%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Alberta  
Calendar Year 2006  
Outlook at October 2005  
(Amounts in \$ 000's)**

**CY 2006  
Page 7 of 11**

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
<b>Underwriting Revenue</b>							
Written Premium	16,000	74,200	90,200	45,765	74,466	120,231	205,089
Change in Unearned Premium	13,000	103	13,103	26,148	-2,859	23,289	33,778
Earned Premium	29,000	74,303	103,303	71,913	71,607	143,520	238,867
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	20,764	35,740	56,504	47,893	32,842	80,735	140,505
Claims Incurred - Prior AY	0	0	0	-18,897	-5,665	-24,562	-14,114
Claims Adj. Exp - Current AY	2,900	7,430	10,330	9,670	5,026	14,696	25,300
Claims Adj. Exp - Prior AY	0	0	0	-1,292	-225	-1,517	-1,510
Operating & Service Fee	1,600	7,420	9,020	7,543	5,090	12,633	20,968
Commissions	1,648	6,010	7,658	5,758	5,511	11,269	20,476
Other Policy-Related Expenses	400	445	845	695	425	1,120	2,044
F.A. Operating Expenses	396	216	612	425	228	143,520	2,650
Total Underwriting Expenses	27,708	57,261	84,969	51,795	43,232	95,027	196,679
<b>Net U/W Gain (Loss)</b>	1,292	17,042	18,334	20,118	28,375	48,493	42,188
Premium Finance Fee	0	0	0	-7	-3	-10	-228
Investment Income	1,020	756	1,776	4,058	3,305	7,363	10,020
<b>Operating Results</b>	2,312	17,798	20,110	24,169	31,677	55,846	51,980
Ending Premium Deficiency	-796	-2,620	-3,416	-2,135	-2,628	-4,763	
Change in Premium Deficiency	1,339	8	1,347	2,998	-689	2,309	3,837
<b>Net Result From Operations</b>	973	17,790	18,763	21,171	32,366	53,537	48,143

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.3%	8.1%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	2.5%	0.6%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	33	18	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	85	63	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	16,000	74,200	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	29,000	74,303	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	7,727	32,346	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.3%	-8.1%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	71.6%	48.1%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	10.0%	10.0%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Yukon Territory  
Calendar Year 2006  
Outlook at October 2005  
(Amounts in \$ 000's)**

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
	<b>Underwriting Revenue</b>						
Written Premium	2,271	1,004	3,275	2,272	1,004	3,276	3,065
Change in Unearned Premium	0	0	0	-109	-41	-150	-85
Earned Premium	2,271	1,004	3,275	2,163	963	3,126	2,980
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	1,601	409	2,010	1,522	332	1,854	1,407
Claims Incurred - Prior AY	0	0	0	353	55	408	-164
Claims Adj. Exp - Current AY	291	129	420	201	73	274	234
Claims Adj. Exp - Prior AY	0	0	0	-26	2	-24	-32
Operating & Service Fee	227	100	327	157	69	226	206
Commissions	229	75	304	180	33	213	194
Other Policy-Related Expenses	7	4	11	10	5	15	13
F.A. Operating Expenses	48	12	60	46	17	63	55
Total Underwriting Expenses	2,403	729	3,132	2,443	586	3,029	1,913
<b>Net U/W Gain (Loss)</b>	-132	275	143	-280	377	97	1,067
Premium Finance Fee	0	0	0	0	0	0	0
Investment Income	24	12	36	83	56	139	155
<b>Operating Results</b>	-108	287	179	-197	433	236	1,222
Ending Premium Deficiency	-97	-32	-129	-97	-32	-129	
Change in Premium Deficiency	0	0	0	-13	-5	-18	-8
<b>Net Result From Operations</b>	-108	287	179	-184	438	254	1,230

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	10.1%	7.5%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.3%	0.4%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	4	1	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	2	1	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	2,271	1,004	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	2,271	1,004	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	957	426	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.1%	-7.5%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	70.5%	40.7%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	12.8%	12.8%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Northwest Territories  
Calendar Year 2006  
Outlook at October 2005  
(Amounts in \$ 000's)**

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
	<b>Underwriting Revenue</b>						
Written Premium	5,765	1,770	7,535	5,667	1,778	7,445	6,410
Change in Unearned Premium	-40	-1	-41	-251	-173	-424	-308
Earned Premium	5,725	1,769	7,494	5,416	1,605	7,021	6,102
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	3,612	352	3,964	3,541	289	3,830	4,739
Claims Incurred - Prior AY	0	0	0	-784	-49	-833	-374
Claims Adj. Exp - Current AY	670	207	877	365	87	452	484
Claims Adj. Exp - Prior AY	0	0	0	-94	-15	-109	-22
Operating & Service Fee	577	177	754	347	110	457	358
Commissions	571	127	698	399	46	445	362
Other Policy-Related Expenses	17	5	22	20	6	26	10
F.A. Operating Expenses	48	12	60	54	15	7,021	61
Total Underwriting Expenses	5,495	880	6,375	3,848	489	4,337	5,618
<b>Net U/W Gain (Loss)</b>	230	889	1,119	1,568	1,116	2,684	484
Premium Finance Fee	0	0	0	0	0	0	0
Investment Income	48	24	72	213	111	324	347
<b>Operating Results</b>	278	913	1,191	1,781	1,227	3,008	831
Ending Premium Deficiency	-234	-55	-289	-229	-55	-284	
Change in Premium Deficiency	-5	0	-5	-268	-8	-276	188
<b>Net Result From Operations</b>	283	913	1,196	2,049	1,235	3,284	643

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	9.9%	7.2%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.3%	0.3%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	4	1	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	4	2	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	5,765	1,770	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	5,725	1,769	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	2,225	768	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-10.5%	-7.2%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	63.1%	19.9%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	11.7%	11.7%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market  
Nunavut  
Calendar Year 2006  
Outlook at October 2005  
(Amounts in \$ 000's)**

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles
	Private Passenger	Non Private Passenger	All Vehicles	Private Passenger	Non Private Passenger	All Vehicles	
	(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)
<b>Underwriting Revenue</b>							
Written Premium	923	522	1,445	982	522	1,504	979
Change in Unearned Premium	53	1	54	-186	-121	-307	-118
Earned Premium	976	523	1,499	796	401	1,197	861
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	616	104	720	415	79	494	209
Claims Incurred - Prior AY	0	0	0	-68	-7	-75	-74
Claims Adj. Exp - Current AY	108	58	166	78	41	119	109
Claims Adj. Exp - Prior AY	0	0	0	-12	-5	-17	-10
Operating & Service Fee	92	52	144	100	48	148	95
Commissions	78	33	111	115	15	130	90
Other Policy-Related Expenses	3	2	5	1	0	1	0
F.A. Operating Expenses	36	12	48	41	17	1,197	52
Total Underwriting Expenses	933	261	1,194	670	188	858	471
<b>Net U/W Gain (Loss)</b>	43	262	305	126	213	339	390
Premium Finance Fee	0	0	0	0	0	0	0
Investment Income	12	0	12	28	14	42	32
<b>Operating Results</b>	55	262	317	154	227	381	422
Ending Premium Deficiency	-44	-16	-60	-49	-16	-65	
Change in Premium Deficiency	5	0	5	-56	-5	-61	28
<b>Net Result From Operations</b>	50	262	312	210	232	442	394

	Basis of Calculation	CY 2006 Assumptions		Basis For Selection of Assumptions
		PPV	NPP	
Premium/Finance Fee	% of Written Premiums	0.0%	0.0%	Selected for CY 2005 & 2006
Commission	% of Written Premiums	8.5%	6.3%	Selected for CY 2005 & 2006
Operating & Service Fee	% of Written Premiums	10.0%	10.0%	Selected for CY 2005 & 2006
Driver Record Abstracts	% of Written Premiums	0.3%	0.3%	Selected for CY 2005 & 2006
F.A. Operating Expenses (Monthly)	Projected Amount	3	1	Selected for CY 2005 & 2006
Investment Income (Monthly)	Projected Amount	1	0	Selected for CY 2005 & 2006
Written Premiums	Projected Amount	923	522	Based on Monthly Premium Projections
Earned Premiums	Projected Amount	976	523	Based on Monthly Premium Projections
Ending Unearned Premium	Projected Amount	446	260	Based on Monthly Premium Projections
Premium Deficiency %	% of Unearned Premium	-9.9%	-6.3%	Claims Runoff Analysis at 31/Dec/04
Development on Prior Years Losses	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Development on Prior Years LAE	Projected Amount	0	0	Claims Runoff Analysis at Sep/05
Current Year Loss Ratio	% of Earned Premiums	63.1%	19.9%	Claims Runoff Analysis at Sep/05
Current Year LAE Ratio	% of Earned Premiums	11.1%	11.1%	Claims Runoff Analysis at Sep/05
Balance Due To (From) Members	Projected Amount	0	0	
Number of Actual/Proj. Months		0	0	
Number of Estimated Months		12	12	

Note: Amounts shown above do not reflect costs incurred directly by member companies (e.g. premium taxes, health levies, cost of capital).

**Facility Association Residual Market**  
**All Jurisdictions Combined**  
**Calendar Year 2006**  
**Outlook at October 2005**  
(Amounts in \$ 000's)

**CY 2006**  
Page 11 of 11

	CY 2006 (Estimated)			CY 2005 (Incl. Estimates)			CY 2004 All Vehicles (7)
	Private Passenger (1)	Non Private Passenger (2)	All Vehicles (3)=(1)+(2)	Private Passenger (4)	Non Private Passenger (5)	All Vehicles (6)=(4)+(5)	
<b>Underwriting Revenue</b>							
Written Premium	260,476	183,643	444,119	329,220	187,265	516,485	836,288
Change in Unearned Premium	24,576	540	25,116	113,318	4,146	117,464	182,329
Earned Premium	285,052	184,183	469,235	442,538	191,411	633,949	1,018,617
<b>Underwriting Expenses</b>							
Claims Incurred - Current AY	175,653	125,188	300,841	244,730	121,106	365,836	691,157
Claims Incurred - Prior AY	0	0	0	-141,669	-23,101	-164,770	-282,032
Claims Adj. Exp - Current AY	37,553	22,256	59,809	58,488	16,387	74,875	141,255
Claims Adj. Exp - Prior AY	0	0	0	-19,530	-3,418	-22,948	-42,419
Operating & Service Fee	27,152	18,920	46,072	41,563	13,809	55,372	87,750
Commissions	21,983	14,604	36,587	31,154	11,183	42,337	67,831
Other Policy-Related Expenses	4,051	1,401	5,452	6,119	1,531	7,650	15,673
F.A. Operating Expenses	2,652	756	3,408	2,507	737	3,244	-19,419
Total Underwriting Expenses	269,044	183,125	452,169	223,362	138,234	361,596	659,796
<b>Net U/W Gain (Loss)</b>	16,008	1,058	17,066	219,176	53,177	272,353	358,821
Premium Finance Fee	0	0	0	-65	-16	-81	-103
Investment Income	8,184	2,352	10,536	33,323	10,098	43,421	54,817
<b>Operating Results</b>	24,192	3,410	27,602	252,434	63,259	315,693	413,535
Ending Premium Deficiency	-11,157	-2,274	-13,431	-13,281	-5,939	-19,220	
Change in Premium Deficiency	2,124	3,665	5,789	9,677	-1,992	7,685	-174,447
<b>Net Result From Operations</b>	22,068	-255	21,813	242,757	65,251	308,008	587,982

Note: Amounts shown above do not reflect costs incurred directly by member companies (i.e. premium taxes, health levies, cost of capital) as a result of their compulsory participation in Facility Association.