

REPORT ON EXAMINATION
OF
UNITED AUTOMOBILE INSURANCE
COMPANY

NORTH MIAMI BEACH, FLORIDA

OF THE
Private Passenger
Personal Injury Protection Loss
and Defense and Cost Containment Expense
Reserves
as of June 30, 2007

BY THE
OFFICE OF INSURANCE REGULATION

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ATTACHED:

- Report prepared by Oliver Wyman Actuarial Consulting, Inc., dated September 20, 2007

Tallahassee, Florida

May 20, 2008

Kevin M. McCarty
Commissioner
Office of Insurance Regulation
State of Florida
Tallahassee, Florida 32399-0326

Dear Sir:

Pursuant to your instructions, in compliance with Section 624.316, Florida Statutes, and in accordance with the practices and procedures promulgated by the National Association of Insurance Commissioners (NAIC), we have conducted an examination of the private passenger personal injury protection Loss and Defense and Cost Containment Expense Reserves as of June 30, 2007 of:

**UNITED AUTOMOBILE INSURANCE COMPANY
3909 N.E. 163RD STREET
NORTH MIAMI BEACH, FLORIDA 33160**

Hereinafter referred to as the "Company". Such report of examination is herewith respectfully submitted.

SCOPE OF EXAMINATION

This examination covered the private passenger personal injury protection (PIP) loss and defense and cost containment expense (DCC) reserves as of June 30, 2007 and was conducted by Oliver Wyman Actuarial Consulting, Inc. (Oliver Wyman).

This examination was a limited scope examination focused on the June 30, 2007 reserves of the Company.

In accordance with Consent Order 90373-07-CO, filed September 26, 2007 in the Office of Insurance Regulation (Office), Oliver Wyman was retained by the Company to complete an actuarial analysis of its private passenger PIP unpaid claim estimate as of June 30, 2007.

The unpaid claim estimate was used by the Company to assess the reasonableness of the reserves held for private passenger PIP claims as of June 30, 2007. The estimated unpaid claim estimate presented was intended to represent an actuarial central estimate which, consistent with the applicable actuarial standard of practice, was defined by Oliver Wyman as the expected value over the range of reasonably possible (as opposed to all conceivable) outcomes.

The unpaid claim estimate was presented on an undiscounted basis, i.e., there was no allowance for investment income. Oliver Wyman provided their estimates on both a net and gross of reinsurance basis although they noted that they were unable to assess the impact of the reinsurance loss corridors which depend on the estimated results from all coverages written by the Company rather than just PIP.

Oliver Wyman assumed that all reinsurance for the policy periods within the scope of this study was valid and collectible and would continue to be. Their analysis did not contain a provision for any reinsurance that was not valid or was uncollectible or for any liability that the Company might face for claims exceeding the coverage provided by its reinsurance. All projections presented in their report were net of subrogation and salvage (to the extent captured in the historical claims data).

The unpaid claim estimate contained only allocated loss adjustment expenses (ALAE or DCC). Unallocated loss adjustment expenses were outside the scope of this study. The unpaid claim estimate included future unpaid liability as of June 30, 2007 from all private passenger PIP claims occurring from January 1, 1996 through June 30, 2007.

The unpaid claim estimate as of June 30, 2007 was based on data evaluated as of June 30, 2007 (Valuation date) and additional information provided through August 23, 2007 (Review date).

Oliver Wyman noted that there were still significant risks and uncertainties attached to the unpaid claim estimate. Oliver Wyman discussed these in detail in Section 2 of their report, and also discussed the impact on the unpaid claim estimate of using reasonable alternative assumptions. Oliver Wyman based their assumptions in part on discussions with the Company, and in particular, gave weight to the lower average cost per claim for the 2007 accident year as a result of the Company's changed strategy for settling PIP claims. Further discussion is provided in Sections 2 and 7 of their report.

The Oliver Wyman analysis was comprised of narratives, as well as exhibits.

HISTORY

The Company began writing business in Florida in July 1990 and was originally organized and funded by Safeway Insurance Company. On January 1, 1997, ownership passed from Safeway when a Safeway stockholder purchased the outstanding shares of the Company while divesting his Safeway stock holdings. The Company purchased all outstanding shares of Argus Fire & Casualty Company and, in 1997, the Company incorporated another subsidiary, United Midwest Insurance Company which subsequently merged with the Company in 1999.

The Company wrote predominantly Private passenger non-standard auto liability and Auto physical damage insurance in the state of Florida (approximately 74% of gross premium in 2006). The Company also wrote auto insurance in several other states including Illinois (8.0%), Georgia (8.6%), Oklahoma (1.8%), and Mississippi (1.7%).

Claims were handled by the Company's employees and reviewed periodically by the managing general agents. Filed suits were handled on a flat fee basis by either an affiliate company (The Office of the General Counsel) or by other external attorneys. The fee structure was the same regardless of where the suits were handled. The Company experienced significant premium growth over the past 6 years with gross earned premiums increasing from \$76 million in 2001 to \$416 million in 2006. As of December 31, 2006, the stated policyholders' surplus was \$103 million compared to \$19 million at December 31, 2001.

PRE-PAID LEGAL EXPENSES

Oliver Wyman estimated a reserve for pre-paid legal expenses of approximately \$9.2 million. The Company had an arrangement with a sister company as well as other non-affiliated law firms to provide a portion of the required legal services associated with claims in suit for an upfront flat fee of approximately \$2,000. This fee was paid when a suit was filed. Oliver Wyman's understanding of the above referred accounting interpretation was that the Company was not permitted to reduce its loss adjustment expense reserve under such arrangements. Assuming an average of approximately 50% of the pre-paid legal services had been expended on the 9,166 claims in suit as of June 30, 2006 produces the \$9.2 million additional reserve.

COMPARISON TO PRIOR REPORT AS OF DECEMBER 31, 2006

Oliver Wyman estimates of ultimate losses for accident years 1996 through 2006 were increased by approximately \$2.4 million since their prior report as of December 31, 2006. Oliver Wyman noted that the number of reopened claims was higher than was expected based on the projections in a prior report. However, the financial impact of the reopened claims had been somewhat offset by a lower than expected average severity on claims closing with a payment during the first six months of 2007.

REINSURANCE

Since 2001 the Company purchased quota share reinsurance for Florida business only on a risks attaching basis and with the percentage ceded ranging from 25% to 60%. The Company had historically commuted each treaty after two years (eg., the 2004 treaty was commuted in 2006). The treaties incepting 7/1/2003, 1/1/2004, 1/1/2005, 1/1/2006 and 1/1/2007 included a franchise corridor from a 54% loss ratio to a 72% loss ratio. Discussions with the Company indicated that the Company was responsible for 100% of loss and DCC within this corridor but

that if the loss ratio was greater than 72% the reinsurer's liability would revert back to the 54% loss ratio.

DATA

The Company provided Oliver Wyman the following data and information in addition to data and information provided for past reports to perform the actuarial analysis:

- Paid and incurred loss and DCC data and open and reported count data by state and coverage as of June 30, 2007.
- Updated details of the June 2006 and December 2006 Company's global settlements as of June 30, 2007.
- Details of two additional settlements negotiated from June through August 2007.
- Details of the 2007 reinsurance agreement and updated data for the 2005 and 2006 agreements.
- Paid, reported and count data used in the Butler, Dunlap & Lindquist LLC reserve study at December 31, 2006.
- Miscellaneous information obtained from a number of discussions with the Company.

SUMMARY OF FINDINGS

This section provides a summary of the private passenger unpaid claim estimate for the Company as of June 30, 2007. The estimate was based on an actuarial analysis of the loss experience for accident years 1996 through 2007.

On a net and gross of reinsurance basis, Oliver Wyman indications suggested estimated unpaid claim estimates of \$162.3 million and \$187.9 million respectively. These estimates were also shown on their Summary Exhibit. Oliver Wyman noted that they have been unable to assess the impact of the reinsurance loss corridors which depend on the estimated results from all coverages written by the Company rather than just PIP. Oliver Wyman noted that their net of reinsurance estimates may be too low (i.e. assume excessive reinsurance recoveries) if the combined aggregate loss ratio exceeds the loss corridor deductible point. Please note that the above Oliver Wyman unpaid claim estimates did not include a provision for the additional \$9.21 million associated with prepaid legal expenses discussed in their report.

Oliver Wyman noted that they have made two adjustments to their unpaid claim estimates based on additional data and discussions with the Company. The first of these related to an August 2007 settlement of approximately 700 claims which were settled at values of approximately \$2,000 to \$3,000. The second reflected the size of the average settlement made during the first half of the 2007 calendar year which were significantly lower than the average settlement over the past two to three years. Oliver Wyman understood that this was mainly attributable to the Company strategy of negotiating earlier settlements in an attempt to avoid costly litigation. Oliver Wyman also noted that they have not incorporated a second potential

settlement in 2007 which, they understood, had not reached final agreement at the time of their report. Oliver Wyman included more details on these adjustments in the Methodology section of their report.

The environment in which the Company operated had undergone significant changes during the last two to three years, particularly as it related to Florida PIP claims. These changes included the loss of certain defenses used by the Company as well as increases in the plaintiff attorney costs which were borne by the Company. In addition to an increase in the average cost per claim, the Company experienced a significant increase in the number of claims which were reopened. However, the Company received four favorable court decisions in the first five months of 2007 reinstating one of the Company's main defenses (the 30 day requirement) against PIP claims. The Company had begun to challenge fees from a number of attorneys where fraudulent billing was suspected. Also, two of the attorneys with the largest PIP case loads exited from the practice of PIP law. While Oliver Wyman believed that their projections were reasonable, their estimates were subject to an extraordinary degree of uncertainty. If the recent trends observed in 2004-2006 calendar years reversed, their projections may ultimately be too high; conversely continuation or worsening of the 2004-2006 calendar year experience could result in further reserve deteriorations that threaten the financial viability of the Company.

As an example of the potential variation, Oliver Wyman estimated the impact of varying two of their key assumptions in the PIP section of their analysis. The first of these was their current assumption that claims which were part of the 2006 global settlements, but remain open for additional payments (e.g. claims for which the global settlement did not apply to all outstanding invoices), would ultimately close for additional payments that were significantly less than the

average cost of non-global settlement claims. Removing this assumption would add approximately \$18 million to the gross of reinsurance projections. Second, for non-global settlement claims, Oliver Wyman assumed that the average cost per claim to close with a payment (gross of reopened claims) would be somewhat less than the higher than historical average experience during the last 2-3 years. If Oliver Wyman selected an average cost per claim more consistent with the 2004-2006 experience, the combined result of the two assumption changes would be approximately \$49 million. While an illustration of the potential variation, it is important to note that this \$49 million increase did not represent a worst case scenario for the Company.

Attached is the report dated September 20, 2007, prepared by Oliver Wyman which provides more detail into the aforementioned issues.

CONCLUSION

The customary insurance examination practices and procedures have been followed in examining the June 30, 2007 PIP reserves of **United Automobile Insurance Company**.

In addition to the undersigned, Chad Wischmeyer, FCAS, MAAA, CFA, and Andrew Chandler, FCAS, MAAA, of Oliver Wyman Actuarial Consulting, Inc. participated in the examination.

Respectfully submitted,

Mary M. James, CFE, CPM
Financial Administrator
Florida Office of Insurance Regulation

September 20, 2007

Private Passenger Personal
Injury Protection Actuarial
Analysis
as of June 30, 2007

United Automobile Insurance Company

OLIVER WYMAN



MARSH MERCER KROLL
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September 20, 2007

Mr. Paul V. Polachek
Chief Financial officer and Treasurer
United Automobile Insurance Group
Corporate Offices
3909 N.E. 163rd Street
North Miami Beach, FL 33160

Subject:

Private Passenger Personal Injury Protection Reserve Study as of June 30, 2007

Dear Paul:

Enclosed please find our actuarial analysis of United Automobile Insurance Company's (UAIC) private passenger personal injury protection ("PIP") Loss and Defense and Cost Containment Expense (DCC) reserves as of June 30, 2007. We have provided our estimates on both a net and gross of reinsurance basis although we note that we have been unable to assess the impact of the reinsurance loss corridors which depend on the estimated results from all coverages written by UAIC rather than just PIP.

We appreciate this opportunity to be of service to UAIC. If you have any questions or comments, please do not hesitate to call us.

Sincerely,



Chad C. Wischmeyer, FCAS, MAAA, CFA
Direct Dial: 404-239-6422



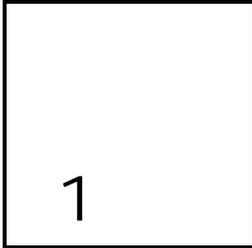
Andrew M. Chandler, FCAS, MAAA
Direct Dial: 404-239-6422



MARSH MERCER KROLL
GUY CARPENTER OLIVER WYMAN

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Scope and Purpose

Oliver Wyman Actuarial Consulting, Inc. (Oliver Wyman) has been retained by United Automobile Insurance Company (“UAIC” or “the Company”) to complete an actuarial analysis of its private passenger personal injury protection (“PIP”) unpaid claim estimate as of June 30, 2007 (“Accounting date”).

We understand that the unpaid claim estimate will be used by UAIC to assess the reasonableness of the reserves held for private passenger PIP claims as of June 30, 2007.

These estimated unpaid claim estimate presented in this report is intended to represent an actuarial central estimate which, consistent with the applicable actuarial standard of practice, we define as the expected value over the range of reasonably possible (as opposed to all conceivable) outcomes.

The unpaid claim estimate is presented on an undiscounted basis, i.e., there is no allowance for investment income.

We have provided our estimates on both a net and gross of reinsurance basis although we note that we have been unable to assess the impact of the reinsurance loss corridors which depend on the estimated results from all coverages written by UAIC rather than just PIP.

We have assumed that all reinsurance for the policy periods within the scope of this study is valid and collectible and will continue to be. Our analysis does not contain a provision for any reinsurance that is not valid or is uncollectible or for any liability that UAIC might face for claims exceeding the coverage provided by its reinsurance.

All projections presented in this report are net of subrogation and salvage (to the extent captured in the historical claims data).

The unpaid claim estimate contains only allocated loss adjustment expenses (“ALAE” or “DCC¹”). Unallocated loss adjustment expenses are outside the scope of this study.

The unpaid claim estimate includes future unpaid liability as of June 30, 2007 from all private passenger PIP claims occurring from 1/1/1996 through 6/30/2007.

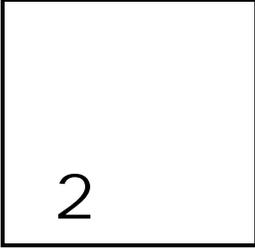
The unpaid claim estimate as of June 30, 2007 was based on data evaluated as of June 30, 2007 (“Valuation date”) and additional information provided to us through August 23, 2007 (“Review date”).

We note that there are still significant risks and uncertainties attached to our unpaid claim estimate. We have discussed these in detail in Section 2 of this report. We have also discussed the impact on the unpaid claim estimate of using reasonable alternative assumptions.

We based our assumptions in part on discussions with the Company. In particular, we have given weight to the lower average cost per claim for the 2007 accident year as a result of the Company’s changed strategy for settling PIP claims. We have discussed this further in Sections 2 and 7 of this report.

Our analysis is comprised of this text, as well as the attached exhibits. Definitions of some of the key terms used this report and the attached exhibits can be found in Section 8 of this report..

¹ Defense and Cost Containment

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Summary and Conclusions

This section provides a summary of the private passenger unpaid claim estimate for UAIC as of June 30, 2007. The estimate is based on an actuarial analysis of the loss experience for accident years 1996 through 2007.

On a net and gross of reinsurance basis, our indications suggest estimated unpaid claim estimates of \$162.3 million and \$187.9 million respectively. These estimates are also shown on the Summary Exhibit. We note that we have been unable to assess the impact of the reinsurance loss corridors which depend on the estimated results from all coverages written by UAIC rather than just PIP. It is therefore possible that our net of reinsurance estimates may be too low (i.e. assume excessive reinsurance recoveries) if the combined aggregate loss ratio exceeds the loss corridor deductible point.

Please note that the above Oliver Wyman unpaid claim estimates do not include a provision for the additional \$9.2¹ million associated with prepaid legal expenses discussed later in this report.

We note that we have made two adjustments to our unpaid claim estimates based on additional data and discussions with the Company. The first of these relates to an August 2007 settlement of approximately 700 claims which were settled at values of approximately \$2,000 to \$3,000. The second reflects the size of the average settlements made during the first half of the 2007 calendar year which are significantly lower than the average settlement over the past two to three years. We understand that this is mainly attributable to a UAIC strategy² of negotiating earlier settlements in an attempt to avoid costly litigation. We also note that we have not incorporated a second potential settlement in 2007 which had we understand had not reached final agreement at the time

¹ \$8.6 million at the time of our December 31, 2006 report.

² We understand that this strategy was put in place during late 2006.

of this report. We have included more details on these adjustments in the Methodology section of this report.

It should be noted that the environment in which the company operates has undergone significant changes during the last two to three years, particularly as it relates to Florida Personal Injury Protection (PIP) claims. These changes include the loss of certain defenses¹ used by the company as well as increases in the plaintiff attorney costs which are being borne by the company. In addition to an increase in the average cost per claim, the company has experienced a significant increase in the number of claims which are reopened.

We understand, however, that the Company has received four favorable court decisions in the first five months of 2007 reinstating one of the Company's main defenses (the 30 day requirement) against PIP claims. We also understand that the Company has begun to challenge fees from a number of attorneys where fraudulent billing is suspected. We further understand that two of the attorneys with the largest PIP case loads have exited from the practice of PIP law.

While we believe that our projections are reasonable, our estimates are subject to an extraordinary degree of uncertainty. If the recent trends observed in 2004-2006 calendar years reverse, our projections may ultimately be too high; conversely continuation or worsening of the 2004-2006 calendar year experience could result in further reserve deteriorations that threaten the financial viability of this organization.

As an example of the potential variation, we have estimated the impact of varying two of our key assumptions in the PIP section of our analysis. The first of these is our current assumption that claims which were part of the 2006 global settlements, but remain open for additional payments (e.g. claims for which the global settlement did not apply to all outstanding invoices), will ultimately close for additional payments that are significantly less than the average cost of non-global settlement claims. Removing this assumption would add approximately \$18 million to the gross of reinsurance projections. Second, for non-global settlement claims, we have assumed that the average cost per claim to close with a payment (gross of reopened claims) will be somewhat less than the higher than historical average experience during the last 2-3 years. If we select an average cost per claim more consistent with the 2004-2006 experience, the combined result of the two assumption changes would be approximately \$49 million. While an illustration of the

¹ (a) A peer review was historically used by UAIC to prove that treatment was not "reasonable, related or necessary". Court decisions brought in a requirement that these peer reviews be held within 30 days from the time a claim was first made.

(b) Another historical defense used by PIP carriers related to whether a claimant had twice failed to appear for a scheduled independent medical examination (IME) or examination under oath (EUO). Court decisions began ruling that the carrier had to prove that an insured unreasonably refused to attend the IME or EUO thus significantly limiting the potential for using the IME or EUO as an investigative technique for challenging claims.

potential variation, it is important to note that this \$49 million increase does not represent a worst case scenario for the company.

Estimated Unpaid Claim Estimates Based on June 30, 2007 Data

Table 1 provides a comparison of our net and gross of reinsurance unpaid claim estimates as of June 30, 2007 with the gross and net reserves held by UAIC for Private Passenger PIP claims as of June 30, 2007.

Table 1: Unpaid Claim Estimates (\$000s)
as of June 30, 2007

	Gross			Net		
	OW	UAIC	DIFF	OW	UAIC	DIFF
Loss	141,189	147,218	6,029	122,491	135,917	13,426
DCC	46,702	34,542	(12,159)	39,785	27,538	(12,247)
Loss and DCC	187,891	181,760	(6,131)	162,276	163,455	1,179

* Note that the Oliver Wyman net estimates do not take into consideration the reinsurance loss corridors.

** Note that the Oliver Wyman gross and net estimates do not include the pre paid legal expense reserve (see below).

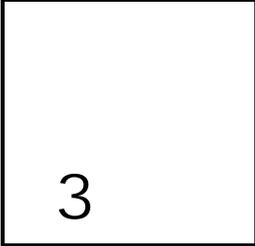
Pre Paid Legal Expenses

In addition to the above adjustment, we have also estimated a reserve for pre-paid legal expenses¹ of approximately \$9.2 million. It is our understanding that the company has an arrangement with a sister company as well as other non-affiliated law firms to provide a portion of the required legal services associated with claims in suit for an upfront flat fee of approximately \$2,000. This fee is paid when a suit is filed. Our understanding of the above referred accounting interpretation is that the company is not permitted to reduce its loss adjustment expense reserve under such arrangements. Assuming an average of approximately 50% of the pre-paid legal services have been expended on the 9,166 claims in suit as of June 30, 2006 produces the \$9.2 million additional reserve.

Comparison to Prior Report as of December 31, 2006

Our estimates of ultimate losses for accident years 1996 through 2006 have increased by approximately \$2.4 million since our prior report as of December 31, 2006. We note that the number of reopened claims is higher than was expected based on the projections in our prior report. However, the financial impact of the reopened claims has been somewhat offset by a lower than expected average severity on claims closing with a payment during the first six months of 2007.

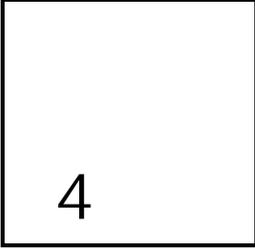
¹ NAIC : Interpretation of Emerging Accounting Issues Working Group – INT 02-21 (September 10, 2002; December 8, 2002)

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Distribution and Use

This analysis was prepared for the sole use of UAIC's management as a guide in its determination of its unpaid liabilities on its statutory financial statement related to its PIP exposures. We understand that the results of this analysis may also be used for internal management reports. The study's conclusions are developed in the accompanying text and exhibits, which together comprise the report. The conclusions in this study are related to its stated purpose only and may not be applicable for other purposes. With the exception of UAIC's auditors, insurance brokers and the Florida Department of Insurance, distribution of the report to third parties without our prior written consent is unauthorized. With our prior consent, the report may be distributed only in its entirety. However, this report should not replace the due diligence on behalf of any third party and Oliver Wyman assumes no liability related to third party use of this report.

The information contained in this report (including text and exhibits) is not intended by Oliver Wyman to be used, and it cannot be used, for the purpose of avoiding penalties under the Internal Revenue Code that may be imposed on the taxpayer.

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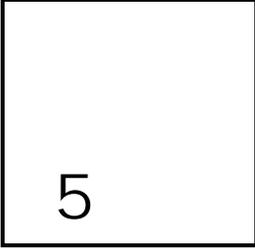
Reliances and Limitations

Information concerning the program structure and risk exposure, including historical losses, was provided by UAIC. In the study, we relied on the accuracy and completeness of this information without independent verification. If the data is inaccurate or incomplete, our findings and conclusions may need to be revised.

The estimated ultimate losses and estimated unpaid losses set forth in this analysis were developed in accordance with the principles of the Casualty Actuarial Society and the applicable standards of the Actuarial Standards Board. However, users of this analysis must realize that our projections involve estimates of future events, and are subject to economic and statistical variations from expected values. We have not anticipated any extraordinary changes to the legal, social, or economic environment that might affect the frequency or severity of claims. For these reasons, no assurance can be given that the emergence of actual losses will correspond to the projections in this analysis.

Unanticipated changes in factors such as judicial decisions, legislative actions, claim consciousness, claim management, claim settlement practices, and economic conditions may significantly alter the conclusions.

Numbers in the exhibits are generally shown to more significant digits than their accuracy suggests. This has been done to simplify the review of the calculations. There are wide ranges of possible outcomes for the quantities shown, the apparent number of significant digits notwithstanding.

5

Background

We understand that United Automobile Insurance Company (“UAIC”) began writing business in Florida in July 1990 and was originally organized and funded by Safeway Insurance Company. On January 1, 1997, ownership passed from Safeway when a Safeway stockholder purchased the outstanding shares of UAIC while divesting his Safeway stock holdings.

We understand that UAIC purchased all outstanding shares of Argus Fire & Casualty Company and that, in 1997, UAIC incorporated another subsidiary, United Midwest Insurance Company which subsequently merged with UAIC in 1999.

UAIC writes predominantly¹ private passenger non-standard auto liability and auto physical damage insurance in the state of Florida (approximately 74% of gross premium in 2006). UAIC also writes auto insurance in several other states including Illinois (8.0%), Georgia (8.6%), Oklahoma (1.8%), and Mississippi (1.7%).

Claims are handled by the company’s employees and reviewed periodically by the managing general agents. We understand that filed suits are handled on a flat fee basis by either an affiliate company (The Office of the General Counsel) or by other external attorneys. We understand that the fee structure is the same regardless of where the suits are handled.

We note that the company has experienced significant premium growth over the past 6 years with gross earned premiums increasing from \$76 million in 2001 to \$416 million in 2006. We understand that as of December 31, 2006 the stated policyholders’ surplus was \$103 million compared to \$19 million at December 31, 2001.

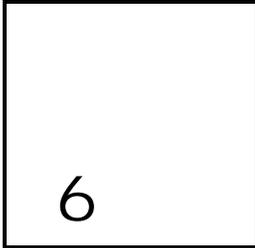
¹ UAIC also wrote \$7.5 million of gross premium Commercial Auto in 2005.

Reinsurance

We understand that since 2001 the Company has purchased quota share reinsurance for Florida business only on a risks attaching basis and with the percentage ceded ranging from 25% to 60%¹. We also understand that the Company has historically commuted each treaty after two years (eg., the 2004 treaty was commuted in 2006).

We understand that the treaties incepting 7/1/2003, 1/1/2004, 1/1/2005, 1/1/2006 and 1/1/2007 included a Franchise corridor from a 54% loss ratio to a 72% loss ratio. It is our understanding, from discussions with the Company, that UAIC is responsible for 100% of loss and DCC within this corridor but that if the loss ratio is greater than 72% the reinsurer's liability will revert back to the 54% loss ratio.

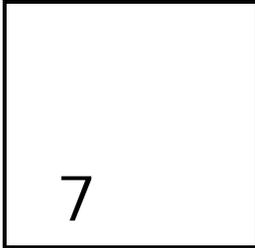
¹ The 2004, 2005, 2006 and 2007 treaties ceded 40%, 25%, 40% and 40% respectively.



Data

We were provided with the following data and information in addition to data and information provided for past reports.

- Paid and incurred loss and DCC data and open and reported count data by state and coverage as of June 30, 2007.
- Updated details of the June 2006 and December 2006 UAIC global settlements as of June 30, 2007.
- Details of two additional settlements negotiated from June through August 2007.
- Details of the 2007 reinsurance agreement and updated data for the 2005 and 2006 agreements.
- Paid, reported and count data used in the BDL reserve study at December 31, 2006.
- Miscellaneous information obtained from a number of discussions with UAIC.



Methodology

Using the following procedures, we developed projected private passenger PIP unpaid claim estimates for UAIC as of June 30, 2007.

Methodology – Loss Only

1. Estimated ultimate losses are developed for each accident year using the paid and incurred loss development methods.

These methods develop actual incurred and paid losses to their estimated ultimate values (Exhibit 2, Sheets 3 and 4, Column (3)) using the selected reporting and payment patterns. We select loss development patterns based on Oliver Wyman's analysis of UAIC's own data.

2. Trended loss ratios (losses as a percentage of earned premium) are then selected for each accident year after reviewing both loss severity and loss frequency trends and rates. Losses are also adjusted for rate changes over time.

Trended loss ratios are calculated using the estimated ultimate losses produced in step 1 divided by earned premiums and trended to the mid-point of accident period 2007. We then select an expected loss ratio based upon the indications produced above.

3. Initial expected losses for each accident year are calculated by multiplying the earned premiums for each accident year by the de-trended selected loss costs from step 2.
4. Estimated ultimate losses for each accident year are calculated using the Bornhuetter-Ferguson method on both incurred and paid losses. This method combines actual incurred and paid loss experience as of June 30, 2007 with expected unreported and unpaid losses (Exhibit 2, Sheets 1 and 2, respectively). Expected unreported and unpaid losses are calculated using the initial expected losses from step 3 and reporting and payment patterns developed in step 1.

5. Estimated ultimate losses for each accident year are calculated using a method applied to case outstanding losses. This method develops an IBNR provision based solely on the case outstanding losses. This IBNR estimate, when combined with the reported losses, provides another estimate of ultimate losses (Exhibit 2, Sheet 5).

Estimated ultimate losses for each accident year based on a frequency-severity type approach where the average cost of claims closed with payment (gross of reopened claims¹) is multiplied by the estimated future number of claims closed with payment (gross of reopened claims) to obtain an estimate of the unpaid losses as of June 30, 2007. This methodology is presented in Exhibit 2, Sheet 11, Parts (a)-(e). The estimated ultimate losses at June 30, 2007 are calculated by adding the cumulative paid losses to the estimate of unpaid losses.

As part of this methodology, we have made an explicit adjustment for the two global settlements carried out in June 2006 and December 2006 and also for an August 2007 settlement. We have also assumed lower average settlement values for 2007 accident year claims. Specifically, we have made the following adjustments:

2006 Global Settlements

- (a) We understand that 1,514 claims involved in the June 2006 and December 2006 global settlements remained open at June 30, 2007. We understand that these claims remained open reflecting the fact that not all of the medical bills related to these claims were part of the global settlement. For example, medical bills from Facility A were included in the global settlement but outstanding bills from Facility B were not. Following discussions with the Company, we have assumed that the remaining payments on these open claims will be significantly less than the average payments on non global settlement related claims.

2007 Settlements

- (a) We understand that there were a recent settlement (Settlement 2007a) involving 717 claims. We have received settlement and accident year data for each claim involved in this settlement and have explicitly allowed for these claims in our analysis.
- (b) We also understand that there may be an additional settlement in respect of 1,949 claims emanating from one attorney. We have not explicitly factored these claims into our analysis as of June 30, 2007 as the settlement had not yet been agreed at the time of this report. However, we note that, if as discussed with the company, the average per claim settlement value is approximately

¹ i.e., including a closed claim more than once if it is reopened and subsequently closed again.

\$1,000 to \$2,000 this would also serve to lower our unpaid claim estimates as of June 30, 2007.

2007 Accident Year Claims

- (a) We have observed a significantly lower average settlement value on claims closed (gross of reopened claims) during the first six months of 2007. We understand that this is mainly attributable to a UAIC strategy¹ of negotiating earlier settlements in an attempt to avoid costly litigation. We have incorporated these lower average claim size assumptions into our projections for the 2007 accident year.
6. Final ultimate losses are selected for each accident year after a review of the estimated ultimate losses calculated (Exhibit 1, Sheet 2, Columns (1)-(6)), individual claim detail, the number of open claims, and actuarial judgment.
 7. An unpaid claim estimate as of June 30, 2007 are calculated by subtracting paid losses as of June 30, 2007 from the ultimate losses selected in step 6.

Methodology – DCC Only

8. There are three methods used to project unpaid DCC, all of which are based on paid DCC. We understand that the company does not establish DCC specific case reserves. The paid DCC development and paid DCC Bornhuetter-Ferguson methods are similar to the equivalent paid loss methods described in steps 1 and 4 above. The third method is similar to the paid loss development method but uses the paid DCC to paid loss ratio, developing this ratio to ultimate before applying it to the selected ultimate losses calculated in step 6 above to obtain an estimate of the ultimate DCC.

Methodology – Reinsurance

9. We have estimated the amount of unpaid ceded reinsurance recoveries by applying the ratio of ceded reinsurance case reserves to gross case reserves to our estimates of incurred but not reported losses and unpaid DCC. We have been unable to assess the impact of the reinsurance loss corridors which depend on the estimated results from all coverages written by UAIC rather than just PIP. We note that if the combined Florida loss and DCC ratios exceed the loss corridor deductibles, the net of reinsurance recoveries unpaid claim estimates will be higher than those shown in this report.

¹ We understand that this strategy was put in place during late 2006.

SUMMARY EXHIBIT

OLIVER WYMAN - Part 1B - Private Passenger Auto Liability/Medical - PIP Claims Only

AS OF JUNE 30, 2007

	Premiums Earned			Loss Payments		DCC		AOP		S&S	Total Net Paid
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded		
1996	10,875			8,151		1,793				157	
1997	9,167			7,239		2,449				99	
1998	8,078		8,078	7,409		2,280				395	
1999	6,590		6,590	8,173		1,824				657	
2000	8,515		8,515	14,607		2,774				1,554	
2001	21,344		21,344	29,849		8,522				2,343	
2002	58,091		58,091	48,174		16,350				1,655	
2003	85,622		85,622	39,513		15,818				612	
2004	110,929		110,929	34,776		15,415				355	
2005	114,934		114,934	26,996		14,097				216	
2006	112,757	37,548	75,209	24,143		8,581				133	
2007	52,282	20,218	32,064	4,784		771				2	
Total	599,184	57,766	521,375	253,815		90,675				8,179	0

	Losses Unpaid				DCC Unpaid				AOP		S&S	Total Net Unpaid
	Case Basis		Bulk & IBNR		Case Basis		Bulk & IBNR		Direct and Assumed	Ceded		
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded				
1996	22		0				0					
1997	3		28				10					
1998	6		24				28					
1999	21		80				47					
2000	72		304				101					
2001	993		3,139				339					
2002	3,642		9,595				1,263					
2003	5,137		10,312				3,135					
2004	7,611		12,320				6,571					
2005	9,491		15,252				10,812					
2006	14,342	3,400	22,284	5,283			16,345	3,875				
2007	14,197	5,363	12,313	4,651			8,052	3,042				
Total	55,537	8,763	85,652	9,935			46,702	6,917				

	Total Losses and Loss Expenses Incurred			Loss and Loss Exp Percentage			Net Balance Sheet Reserves		Gross Balance Sheet Reserves	
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense	Loss	Loss Expense
1997	9,730			106.1%			31	10	31	10
1998	9,748			120.7%			30	28	30	28
1999	10,144			153.9%			101	47	101	47
2000	17,858			209.7%			375	101	375	101
2001	42,842			200.7%			4,132	339	4,132	339
2002	79,023			136.0%			13,237	1,263	13,237	1,263
2003	73,915			86.3%			15,449	3,135	15,449	3,135
2004	76,694			69.1%			19,931	6,571	19,931	6,571
2005	76,649			66.7%			24,744	10,812	24,744	10,812
2006	85,695			76.0%			27,943	12,470	36,626	16,345
2007	40,117			76.7%			16,496	5,010	26,510	8,052
Total	532,381						122,491	39,785	141,189	46,702

Paid ceded amounts and AOP amounts not included.

Please note that the OW estimates do not include the reserve associated with pre-paid legal expenses (see text for details).

Please note that the 2007 year unpaid loss and loss is adjusted to reflect half year of exposure at June 30, 2007.

UNITED AUTO INSURANCE COMPANY

PERSONAL INJURY PROTECTION (PIP)

EXCLUDING COMMERCIAL AUTO

LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

SUMMARY OF UNDISCOUNTED RESERVES AS OF JUNE 30, 2007

Accident Year	Selected Ultimate Loss (1)	Reported Loss as of 6/30/07 (2)	Paid Loss as of 6/30/07 (3)	Case Reserves as of 6/30/07 (4)=(2)-(3)	IBNR Reserves as of 6/30/07 (5)=(1)-(2)	Total Reserves as of 6/30/07 (6)=(4)+(5)
1/1/96-12/31/96	8,173	8,173	8,151	22	0	22
1/1/97-12/31/97	7,270	7,242	7,239	3	28	31
1/1/98-12/31/98	7,439	7,415	7,409	6	24	30
1/1/99-12/31/99	8,273	8,194	8,173	21	80	101
1/1/00-12/31/00	14,983	14,679	14,607	72	304	375
1/1/01-12/31/01	33,981	30,842	29,849	993	3,139	4,132
1/1/02-12/31/02	61,411	51,816	48,174	3,642	9,595	13,237
1/1/03-12/31/03	54,963	44,650	39,513	5,137	10,312	15,449
1/1/04-12/31/04	54,708	42,387	34,776	7,611	12,320	19,931
1/1/05-12/31/05	51,740	36,487	26,996	9,491	15,252	24,744
1/1/06-12/31/06	60,770	38,485	24,143	14,342	22,284	36,626
1/1/07-12/31/07	60,396	18,981	4,784	14,197	12,313 *	26,510
Total	424,105	309,352	253,815	55,537	85,652	141,189
Total ex 2007	363,709	290,371	249,031	41,340	73,339	114,679

Notes:

Column (1) is from Exhibit 1, Sheet 2, Column (10).

Columns (2) and (3) provided by UAIG.

* 2007 Accident Year adjusted for partial year of exposure at 6/30/2007.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

ESTIMATE OF ULTIMATE LOSS BASED ON THE FOLLOWING:

Accident Year	Reported Loss Development Method (1)	Paid Loss Development Method (2)	Reported B-F Method (3)	Paid B-F Method (4)	Case Development Method (5)	Average Cl w Pay Severity Method (6)	Open & IBNR Claims (7)	Reported Loss as of 6/30/07 (8)	Paid Loss as of 6/30/07 (9)	Selected Ultimate Loss (10)	Implied Loss Ratio (11)
1/1/96-12/31/96	8,173	8,151	8,173	8,151	8,173	8,151	2	8,173	8,151	8,173	75.2%
1/1/97-12/31/97	7,242	7,257	7,242	7,272	7,242	7,270	2	7,242	7,239	7,270	79.3%
1/1/98-12/31/98	7,464	7,483	7,492	7,527	7,427	7,439	2	7,415	7,409	7,439	92.1%
1/1/99-12/31/99	8,351	8,392	8,363	8,408	8,248	8,273	9	8,194	8,173	8,273	125.5%
1/1/00-12/31/00	15,223	15,326	15,056	15,103	14,908	14,983	29	14,679	14,607	14,983	176.0%
1/1/01-12/31/01	33,003	32,754	32,201	31,690	33,644	33,981	319	30,842	29,849	33,981	159.2%
1/1/02-12/31/02	59,624	57,735	57,543	55,416	65,582	61,411	1,118	51,816	48,174	61,411	105.7%
1/1/03-12/31/03	59,238	57,044	59,562	58,122	65,367	54,963	1,584	44,650	39,513	54,963	64.2%
1/1/04-12/31/04	69,610	69,924	72,837	73,913	69,064	54,683	2,317	42,387	34,776	54,708	49.3%
1/1/05-12/31/05	75,874	82,149	77,889	80,543	68,844	51,690	2,648	36,487	26,996	51,740	45.0%
1/1/06-12/31/06	94,479	143,985	83,723	87,674	73,952	52,785	3,930	38,485	24,143	60,770	53.9%
1/1/07-12/31/07	110,128	131,468	67,153	60,869	105,401	52,639	10,927	18,981	4,784	60,396	57.8%
Total	548,408	621,667	497,235	494,690	527,851	408,268	22,887	309,352	253,815	424,105	
Total ex 2007	438,280	490,198	430,082	433,820	422,450	355,628	11,959	290,371	249,031	363,709	

Notes:

Column (1) is from Exhibit 2, Sheet 4, Column (3).
Column (2) is from Exhibit 2, Sheet 3, Column (3).
Column (3) is from Exhibit 2, Sheet 2, Column (5).
Column (4) is from Exhibit 2, Sheet 1, Column (5).
Column (5) is from Exhibit 2, Sheet 5, Column (6).

Column (6) is from Exhibit 2, Sheet 11c.
Column (7) is from Exhibit 2, Sheet 8, Column (6).
Columns (8) and (9) provided by UAIG.
Column (10) based on Columns (1) through (9) and actuarial judgment.
Column (11) equals Column (10) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

PAID BORNHUETTER-FERGUSON METHOD - RETAINED LIMITS

Accident Year	Expected Estimate of Ultimate Loss (1)	Age to Ultimate Factors (2)	Unpaid Loss (3)	Paid Loss as of 6/30/07 (4)	Estimated Ultimate Loss (5)=(3)+(4)	Indicated Loss Ratio (6)
1/1/96-12/31/96	19,112	1.000	0	8,151	8,151	75.0%
1/1/97-12/31/97	13,447	1.003	34	7,239	7,272	79.3%
1/1/98-12/31/98	11,945	1.010	118	7,409	7,527	93.2%
1/1/99-12/31/99	9,028	1.027	235	8,173	8,408	127.6%
1/1/00-12/31/00	10,566	1.049	495	14,607	15,103	177.4%
1/1/01-12/31/01	20,759	1.097	1,841	29,849	31,690	148.5%
1/1/02-12/31/02	43,734	1.198	7,242	48,174	55,416	95.4%
1/1/03-12/31/03	60,553	1.444	18,609	39,513	58,122	67.9%
1/1/04-12/31/04	77,861	2.011	39,137	34,776	73,913	66.6%
1/1/05-12/31/05	79,756	3.043	53,547	26,996	80,543	70.1%
1/1/06-12/31/06	76,330	5.964	63,531	24,143	87,674	77.8%
1/1/07-12/31/07	58,203	27.479	56,085	4,784	60,869	58.2%
Total	481,296		240,875	253,815	494,690	

Notes:

Column (1) is from Exhibit 2, Sheet 6, Column (7).

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

Column (3) equals $[(1) \times \{ 1.0 - 1.0 / (2) \}]$.

Columns (4) provided by UAIG.

Column (6) equals Column (5) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

REPORTED BORNHUETTER-FERGUSON METHOD - RETAINED LIMITS

Accident Year	Expected Estimate of Ultimate Loss (1)	Age to Ultimate Factors (2)	Unreported Loss (3)	Reported Loss as of 6/30/07 (4)	Estimated Ultimate Loss (5)=(3)+(4)	Indicated Loss Ratio (6)
1/1/96-12/31/96	19,112	1.000	0	8,173	8,173	75.2%
1/1/97-12/31/97	13,447	1.000	0	7,242	7,242	79.0%
1/1/98-12/31/98	11,945	1.007	77	7,415	7,492	92.8%
1/1/99-12/31/99	9,028	1.019	169	8,194	8,363	126.9%
1/1/00-12/31/00	10,566	1.037	378	14,679	15,056	176.8%
1/1/01-12/31/01	20,759	1.070	1,360	30,842	32,201	150.9%
1/1/02-12/31/02	43,734	1.151	5,727	51,816	57,543	99.1%
1/1/03-12/31/03	60,553	1.327	14,911	44,650	59,562	69.6%
1/1/04-12/31/04	77,861	1.642	30,450	42,387	72,837	65.7%
1/1/05-12/31/05	79,756	2.079	41,402	36,487	77,889	67.8%
1/1/06-12/31/06	76,330	2.455	45,238	38,485	83,723	74.3%
1/1/07-12/31/07	58,203	5.802	48,171	18,981	67,153	64.2%
Total	481,296		187,883	309,352	497,235	

Notes:

Column (1) is from Exhibit 2, Sheet 6, Column (7).

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

Column (3) equals $[(1) \times \{ 1.0 - 1.0 / (2) \}]$.

Column (4) provided by UAIG.

Column (6) equals Column (5) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

PAID LOSS DEVELOPMENT METHOD - RETAINED LIMITS

Accident Year	Paid Loss as of 6/30/07 (1)	Age to Ultimate Factors (2)	Estimated Ultimate Loss (3)=(1)x(2)	Earned Premium \$000s (4)	Indicated Loss Ratio (5)=(3)/(4)
1/1/96-12/31/96	8,151	1.000	8,151	10,875	75.0%
1/1/97-12/31/97	7,239	1.003	7,257	9,167	79.2%
1/1/98-12/31/98	7,409	1.010	7,483	8,078	92.6%
1/1/99-12/31/99	8,173	1.027	8,392	6,590	127.3%
1/1/00-12/31/00	14,607	1.049	15,326	8,515	180.0%
1/1/01-12/31/01	29,849	1.097	32,754	21,344	153.5%
1/1/02-12/31/02	48,174	1.198	57,735	58,091	99.4%
1/1/03-12/31/03	39,513	1.444	57,044	85,622	66.6%
1/1/04-12/31/04	34,776	2.011	69,924	110,929	63.0%
1/1/05-12/31/05	26,996	3.043	82,149	114,934	71.5%
1/1/06-12/31/06	24,143	5.964	143,985	112,757	127.7%
1/1/07-12/31/07	4,784	27.479	131,468	104,564	125.7%
Total	253,815		621,667	651,466	

Notes:

Columns (1) and (4) provided by UAIG.

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

REPORTED LOSS DEVELOPMENT METHOD - RETAINED LIMITS

Accident Year	Reported Loss as of 6/30/07 (1)	Age to Ultimate Factors (2)	Estimated Ultimate Loss (3)=(1)x(2)	Earned Premium \$000s (4)	Indicated Loss Ratio (5)=(3)/(4)
1/1/96-12/31/96	8,173	1.000	8,173	10,875	75.2%
1/1/97-12/31/97	7,242	1.000	7,242	9,167	79.0%
1/1/98-12/31/98	7,415	1.007	7,464	8,078	92.4%
1/1/99-12/31/99	8,194	1.019	8,351	6,590	126.7%
1/1/00-12/31/00	14,679	1.037	15,223	8,515	178.8%
1/1/01-12/31/01	30,842	1.070	33,003	21,344	154.6%
1/1/02-12/31/02	51,816	1.151	59,624	58,091	102.6%
1/1/03-12/31/03	44,650	1.327	59,238	85,622	69.2%
1/1/04-12/31/04	42,387	1.642	69,610	110,929	62.8%
1/1/05-12/31/05	36,487	2.079	75,874	114,934	66.0%
1/1/06-12/31/06	38,485	2.455	94,479	112,757	83.8%
1/1/07-12/31/07	18,981	5.802	110,128	104,564	105.3%
Total	309,352		548,408	651,466	

Notes:

Columns (1) and (4) provided by UAIG.

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

CASE DEVELOPMENT METHOD - RETAINED LIMITS

Accident Year	Paid Loss as of 6/30/07 (1)	Case Outstanding Loss as of 6/30/07 (2)	Percent of Ultimate Loss Reported (3)	Percent of Ultimate Loss Paid (4)	IBNR (5)	Estimated Ultimate Loss (6)=(1)+(2)+(5)	Indicated Loss Ratio (7)
1/1/96-12/31/96	8,151	22	100.0%	100.0%	0	8,173	75.2%
1/1/97-12/31/97	7,239	3	100.0%	99.8%	0	7,242	79.0%
1/1/98-12/31/98	7,409	6	99.4%	99.0%	11	7,427	91.9%
1/1/99-12/31/99	8,173	21	98.1%	97.4%	54	8,248	125.2%
1/1/00-12/31/00	14,607	72	96.4%	95.3%	229	14,908	175.1%
1/1/01-12/31/01	29,849	993	93.4%	91.1%	2,803	33,644	157.6%
1/1/02-12/31/02	48,174	3,642	86.9%	83.4%	13,766	65,582	112.9%
1/1/03-12/31/03	39,513	5,137	75.4%	69.3%	20,717	65,367	76.3%
1/1/04-12/31/04	34,776	7,611	60.9%	49.7%	26,677	69,064	62.3%
1/1/05-12/31/05	26,996	9,491	48.1%	32.9%	32,356	68,844	59.9%
1/1/06-12/31/06	24,143	14,342	40.7%	16.8%	35,467	73,952	65.6%
1/1/07-12/31/07	4,784	14,197	17.2%	3.6%	86,420	105,401	100.8%
Total	253,815	55,537			218,500	527,851	

Notes:

Columns (1) and (2) provided by UAIG.

The factors in Column (3) equal 1.0 / Exhibit 2, Sheet 4, Column (2).

The factors in Column (4) equal 1.0 / Exhibit 2, Sheet 3, Column (2).

Column (5) equals [(2) x { 1.0 - (3) } / { (3) - (4) }].

Column (7) equals Column (6) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

LOSS RATIO METHOD - RETAINED LIMITS

Accident Year	Initial Estimated Ultimate Loss	Rate Level Adjustment	Earned Premium \$000s	Indicated Loss Ratio	Trended to 2007 Loss Ratio	Smoothed Loss Ratio	Expected Ultimate Loss
	(1)	(2)	(3)	(4)	(5)	(6)	(7)=(3)x(6)
1/1/96-12/31/96	8,173	3.157	10,875	23.8%	23.8%	175.7%	19,112
1/1/97-12/31/97	7,249	2.635	9,167	30.0%	30.0%	146.7%	13,447
1/1/98-12/31/98	7,473	2.657	8,078	34.8%	34.8%	147.9%	11,945
1/1/99-12/31/99	8,371	2.461	6,590	51.6%	51.6%	137.0%	9,028
1/1/00-12/31/00	15,274	2.229	8,515	80.5%	80.5%	124.1%	10,566
1/1/01-12/31/01	32,879	1.747	21,344	88.2%	88.2%	97.3%	20,759
1/1/02-12/31/02	58,679	1.353	58,091	74.7%	74.7%	75.3%	43,734
1/1/03-12/31/03	58,141	1.271	85,622	53.4%	53.4%	70.7%	60,553
1/1/04-12/31/04	69,767	1.261	110,929	49.9%	49.9%	70.2%	77,861
1/1/05-12/31/05	79,011	1.247	114,934	55.1%	55.1%	69.4%	79,756
1/1/06-12/31/06	94,479	1.216	112,757	68.9%	68.9%	67.7%	76,330
1/1/07-12/31/07	110,128	1.000	104,564	105.3%	105.3%	55.7%	58,203
Total	549,625		651,466				481,296

AVERAGES AT THE 1/1/07-12/31/07 LEVEL

Average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06:	55.5%
Average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06 excluding extremes:	55.4%
Average of accident years 1/1/02-12/31/02 through 1/1/06-12/31/06 excluding extremes:	59.2%
Weighted average of accident years 1/1/96-12/31/96 through 1/1/05-12/31/05:	55.4%
Weighted average of accident years 1/1/03-12/31/03 through 1/1/05-12/31/05:	52.8%
Indicated accident year 1/1/07-12/31/07 loss ratio:	55.7%

Notes:

Column (1) is derived from Exhibit 2, Sheet 4, Column (3) and Exhibit 2, Sheet 3, Column (3).

Column (2) is used to adjust for rate changes.

Column (3) provided by UAIG.

Column (4) equals $[(1) / ((2) \times (3))]$.

Column (5) equals Column (4) trended by loss ratio trend of 0.00%.

Column (6) is the selected loss ratio, detrended by loss ratio trend of 0.00%.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE SEVERITY METHOD - RETAINED LIMITS

Accident Year	Initial Estimated Ultimate Loss	Exposure Level Adjustment	Selected Ultimate Claim Counts	Indicated Average Severity	Trended to 2007 Average Severity	Smoothed Severity	Expected Ultimate Loss	Indicated Loss Ratio
(1)	(2)	(3)	(4)	(5)	(6)	(7)=(3)x(6)	(8)	
1/1/96-12/31/96	8,173	1.000	4,351	1,878	3,566	3,215	13,987	129%
1/1/97-12/31/97	7,249	1.000	3,326	2,180	3,903	3,408	11,334	124%
1/1/98-12/31/98	7,473	1.000	3,004	2,488	4,203	3,612	10,851	134%
1/1/99-12/31/99	8,371	1.000	2,631	3,182	5,071	3,829	10,074	153%
1/1/00-12/31/00	15,274	1.000	3,580	4,267	6,415	4,059	14,529	171%
1/1/01-12/31/01	32,879	1.000	6,182	5,318	7,544	4,302	26,595	125%
1/1/02-12/31/02	58,679	1.000	11,538	5,086	6,806	4,560	52,614	91%
1/1/03-12/31/03	58,141	1.000	13,544	4,293	5,419	4,834	65,468	76%
1/1/04-12/31/04	69,767	1.000	14,948	4,667	5,559	5,124	76,590	69%
1/1/05-12/31/05	79,011	1.000	14,354	5,505	6,185	5,431	77,959	68%
1/1/06-12/31/06	94,479	1.000	15,258	6,192	6,564	5,757	87,839	78%
1/1/07-12/31/07	110,128	1.000	13,350	8,249	8,249	6,102	81,471	78%
Total	549,625		106,066				529,312	

AVERAGES AT THE 1/1/07-12/31/07 LEVEL

Average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06:	5,567
Average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06 excluding extremes:	5,570
Average of accident years 1/1/02-12/31/02 through 1/1/06-12/31/06 excluding extremes:	6,102
Weighted average of accident years 1/1/96-12/31/96 through 1/1/05-12/31/05:	5,782
Weighted average of accident years 1/1/03-12/31/03 through 1/1/05-12/31/05:	5,725
Selected accident year 1/1/07-12/31/07 severity:	6,102

Notes:

Column (1) based on the reported and paid development methods from Exhibit 2, Sheet 3, Column (3), and Exhibit 2, Sheet 4, Column (3).

Column (2) is not used.

Column (3) is from Exhibit 2, Sheet 8, Column (3).

Column (4) equals $[(1) \times (2)] / (3)$.

Column (5) equals Column (4) trended by severity trend of 6.00%.

Column (6) for all accident years is the selected policy year 1/1/07-12/31/07 severity, detrended by severity trend of 6.00%

Column (8) equals Column (7) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY

**PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO**

LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

ESTIMATE OF ULTIMATE CLAIM COUNTS BASED ON THE FOLLOWING:

<u>Accident Year</u>	<u>Reported Claim Devlpmt Method (1)</u>	<u>Reported B-F Method (2)</u>	<u>Selected Ultimate Claim Counts (3)</u>	<u>Indicated Frequency (4)</u>	<u>Closed Claims as of 6/30/07 (5)</u>	<u>Implied Open & IBNR Claims (6)=(3)-(5)</u>
1/1/96-12/31/96	4,351	4,351	4,351	0.400	4,349	2
1/1/97-12/31/97	3,326	3,326	3,326	0.363	3,324	2
1/1/98-12/31/98	3,004	3,004	3,004	0.372	3,002	2
1/1/99-12/31/99	2,631	2,631	2,631	0.399	2,622	9
1/1/00-12/31/00	3,580	3,580	3,580	0.420	3,551	29
1/1/01-12/31/01	6,182	6,182	6,182	0.290	5,863	319
1/1/02-12/31/02	11,539	11,538	11,538	0.199	10,420	1,118
1/1/03-12/31/03	13,544	13,544	13,544	0.158	11,960	1,584
1/1/04-12/31/04	14,944	14,948	14,948	0.135	12,631	2,317
1/1/05-12/31/05	14,344	14,354	14,354	0.125	11,706	2,648
1/1/06-12/31/06	15,274	15,258	15,258	0.135	11,328	3,930
1/1/07-12/31/07	14,084	13,350	13,350	0.128	2,423	10,927
Total	106,803	106,066	106,066		83,179	22,887

Notes:

Columns (1) and (2) are from Exhibit 2, Sheet 9, Columns (3) and (8), respectively.
Column (3) based on Columns (1) and (2) and actuarial judgment.
Column (4) equals Column (3) divided by Earned Premium.
Column (5) provided by UAIG.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

REPORTED CLAIM METHODS

Accident Year	Reported Claims as of 6/30/07 (1)	Age to Ultimate Factors (2)	Estimated Ultimate Claim Counts (3)=(1)x(2)	Earned Premium \$000s (4)	Indicated Frequency (5)=(3)/(4)	Trended to 2007 Frequency (6)	Smoothed Frequency (7)	Reported B-F Method Claim Counts (8)
1/1/96-12/31/96	4,351	1.000	4,351	10,875	0.400	0.203	0.242	4,351
1/1/97-12/31/97	3,326	1.000	3,326	9,167	0.363	0.195	0.228	3,326
1/1/98-12/31/98	3,004	1.000	3,004	8,078	0.372	0.213	0.214	3,004
1/1/99-12/31/99	2,631	1.000	2,631	6,590	0.399	0.243	0.201	2,631
1/1/00-12/31/00	3,580	1.000	3,580	8,515	0.420	0.273	0.189	3,580
1/1/01-12/31/01	6,182	1.000	6,182	21,344	0.290	0.200	0.178	6,182
1/1/02-12/31/02	11,533	1.001	11,539	58,091	0.199	0.146	0.167	11,538
1/1/03-12/31/03	13,525	1.001	13,544	85,622	0.158	0.124	0.157	13,544
1/1/04-12/31/04	14,901	1.003	14,944	110,929	0.135	0.112	0.148	14,948
1/1/05-12/31/05	14,258	1.006	14,344	114,934	0.125	0.110	0.139	14,354
1/1/06-12/31/06	14,819	1.031	15,274	112,757	0.135	0.127	0.130	15,258
1/1/07-12/31/07	5,881	2.395	14,084	104,564	0.135	0.135	0.123	13,350
Total	97,991		106,803	651,466				106,066

Notes:

Columns (1) and (4) provided by UAIG.

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

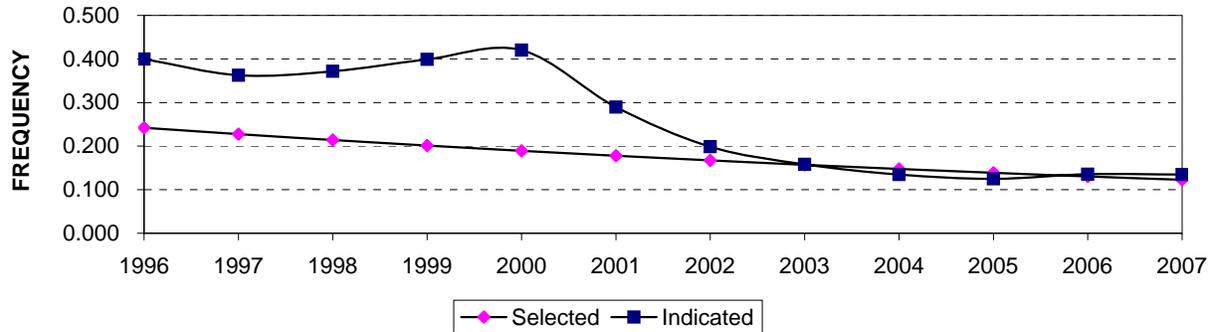
Column (6) equals Column (5) trended by frequency trend of -6.00%.

Column (7) for all policy years is the selected policy year 1/1/07-12/31/07 frequency, detrended by frequency trend of -6.00%.

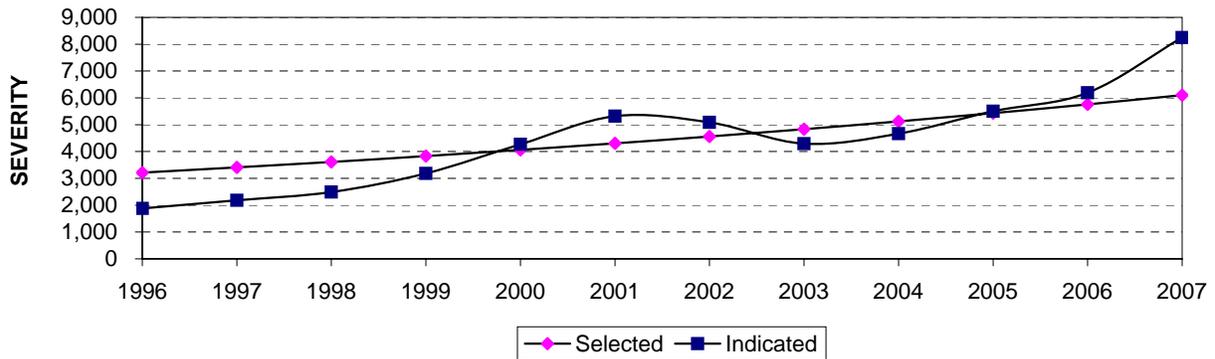
Column (8) equals $[(1) + (4) \times (7) \times \{1.0 - 1.0 / (2)\}]$.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007
FREQUENCY, SEVERITY AND LOSS RATIO TRENDS

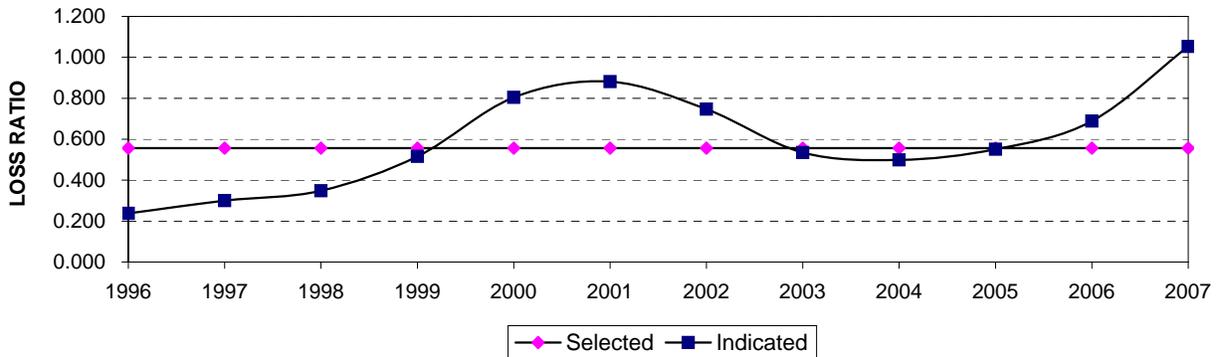
FREQUENCY TREND



SEVERITY TREND



LOSS RATIO TREND



Notes:

The selected frequency trend is -6.00%.
 The selected severity trend is 6.00%.
 The selected loss ratio trend is 0.00%.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE CLOSED WITH PAY SEVERITY METHOD - RETAINED LIMITS - PART (A1)

ESTIMATE OF ULTIMATE (CLOSED WITH PAY GROSS OF REOPENED CL WITH PAY) CLAIM COUNTS - METHODS 1 AND 2

Accident Year	Claims CI'd w Pay* as of 6/30/07 (1)	Age to Ultimate Factors (2)	Ult Claims CI'd w Pay Counts* (3)=(1)x(2)	Earned Premium \$000s (4)	Indicated Frequency (5)=(3)/(4)	Trended to 2007 Frequency (6)	Smoothed Frequency (7)	Reported B-F Method Claim Counts* (8)
1/1/96-12/31/96	1,683	1.000	1,683	10,875	0.155	0.155	0.070	1,683
1/1/97-12/31/97	1,282	1.001	1,283	9,167	0.140	0.140	0.070	1,282
1/1/98-12/31/98	1,059	1.002	1,061	8,078	0.131	0.131	0.070	1,060
1/1/99-12/31/99	1,052	1.007	1,060	6,590	0.161	0.161	0.070	1,055
1/1/00-12/31/00	1,256	1.016	1,276	8,515	0.150	0.150	0.070	1,265
1/1/01-12/31/01	2,139	1.034	2,211	21,344	0.104	0.104	0.070	2,188
1/1/02-12/31/02	3,932	1.074	4,221	58,091	0.073	0.073	0.070	4,211
1/1/03-12/31/03	3,972	1.188	4,718	85,622	0.055	0.055	0.070	4,922
1/1/04-12/31/04	4,191	1.476	6,187	110,929	0.056	0.056	0.070	6,702
1/1/05-12/31/05	3,731	1.995	7,443	114,934	0.065	0.065	0.070	7,753
1/1/06-12/31/06	3,788	3.456	13,091	112,757	0.116	0.116	0.070	9,411
1/1/07-12/31/07	736	12.400	9,126	104,564	0.087	0.087	0.070	7,482
Total	28,821		53,360	651,466				49,017

Notes:

Columns (1) and (4) provided by UAIG. Note that column (4) is in respect of all states and Column (1) is Florida only.

Column (2) derived from our analysis of UAIG loss data.

Column (6) equals Column (5) trended by frequency trend of 0.00%.

Column (7) for all policy years is the selected policy year 1/1/07-12/31/07 frequency, detrended by frequency trend of 0.00%.

Column (8) equals [(1) + (4) x (7) x { 1.0 - 1.0 / (2) }].

* Gross of Reopened

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE CLOSED WITH PAY SEVERITY METHOD - RETAINED LIMITS - PART (A2)

ESTIMATE OF ULTIMATE CLOSED WITH PAY CLAIM (GROSS OF REOPENED ON CLOSED CLAIMS WITH PAY) COUNTS RATIO METHOD

Accident Year	Total Reported Claims 6/30/07 (1)	Total Closed Claims 6/30/07 (2)	Closed Claims w Payment* 6/30/07 (3)	Closed Claims w Payment % 6/30/07 (4)=(3)/(2)	Open Claims 6/30/07 (5)	Open & IBNR Claims 6/30/07 (6)	Open & IBNR Est Claims with Pay* 6/30/07 (7)
1/1/96-12/31/96	4,351	4,349	1,683	39%	2	2	0
1/1/97-12/31/97	3,326	3,324	1,282	39%	2	2	2
1/1/98-12/31/98	3,004	3,002	1,059	35%	2	2	2
1/1/99-12/31/99	2,631	2,622	1,052	40%	9	9	8
1/1/00-12/31/00	3,580	3,551	1,256	35%	29	29	25
1/1/01-12/31/01	6,182	5,863	2,139	36%	319	319	273
1/1/02-12/31/02	11,533	10,420	3,932	38%	1,113	1,118	928
1/1/03-12/31/03	13,525	11,960	3,972	33%	1,565	1,584	1,254
1/1/04-12/31/04	14,901	12,631	4,191	33%	2,270	2,317	1,742
1/1/05-12/31/05	14,258	11,706	3,731	32%	2,552	2,648	1,660
1/1/06-12/31/06	14,819	11,328	3,788	33%	3,491	3,930	1,426
1/1/07-12/31/07	5,881	2,423	736	30%	3,458	10,927	2,467
Total	97,991	83,179	28,821		14,812	22,887	9,787
Total excl 2007	92,110	80,756	28,085		11,354	11,959	7,320

Notes:

Columns (1), (2), (3) and (5) provided by UAIG. Note that (3) and (7) are only in respect of Florida.

Column (6) from Exhibit 2, Sheet 8.

Column (7) from Exhibit 2, Sheet 11D.

* Gross of Reopened Claims.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE CLOSED WITH PAY SEVERITY METHOD - RETAINED LIMITS - PART (A3)

**ESTIMATE OF ULTIMATE CLOSED WITH PAY (GROSS OF REOPENED CLOSED WITH PAY) CLAIM COUNTS - SUMMARY
INCLUDING GLOBAL SETTLEMENT CLAIMS**

Accident Year	Total Reported Claims 6/30/07 (1)	Total Closed Claims 6/30/07 (2)	Closed Claims w Payment* 6/30/07 (3)	LDF Method Est Ult Claims with Pay* 6/30/07 (4)	BF Method Est Ult Claims with Pay* 6/30/07 (5)	Ratio Method Est Ult Claims with Pay* 6/30/07 (6)	Selected Est Ult Claims with Pay* 6/30/07 (7)	Open & IBNR Est Claims with Pay* 6/30/07 (8)=(7)-(3)
1/1/96-12/31/96	4,351	4,349	1,683	1,683	1,683	1,683	1,683	0
1/1/97-12/31/97	3,326	3,324	1,282	1,283	1,282	1,284	1,284	2
1/1/98-12/31/98	3,004	3,002	1,059	1,061	1,060	1,061	1,061	2
1/1/99-12/31/99	2,631	2,622	1,052	1,060	1,055	1,060	1,060	8
1/1/00-12/31/00	3,580	3,551	1,256	1,276	1,265	1,281	1,281	25
1/1/01-12/31/01	6,182	5,863	2,139	2,211	2,188	2,412	2,412	273
1/1/02-12/31/02	11,533	10,420	3,932	4,221	4,211	4,860	4,860	928
1/1/03-12/31/03	13,525	11,960	3,972	4,718	4,922	5,226	5,226	1,254
1/1/04-12/31/04	14,901	12,631	4,191	6,187	6,702	5,933	6,010	1,819
1/1/05-12/31/05	14,258	11,706	3,731	7,443	7,753	5,391	5,981	2,250
1/1/06-12/31/06	14,819	11,328	3,788	13,091	9,411	5,214	6,263	2,475
1/1/07-12/31/07	5,881	2,423	736	9,126	7,482	3,203	7,482	6,746
Total	97,991	83,179	28,821	53,360	49,017	38,608	44,605	15,784

Notes:

Columns (1)-(3) provided by UAIG. Note that columns (1) and (2) are in respect of all states. Columns (3)-(8) are in respect of Florida.

Columns (4) and (5) from Exhibit 2, Sheet 11a(i).

Columns (6) from Exhibit 2, Sheet 11a(ii).

Column (7) selected judgmentally.

* Gross of Reopened Claims.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE CLOSED WITH PAY SEVERITY METHOD - RETAINED LIMITS - PART (B)

Accident Year	FLORIDA ONLY							NUMBER OF CLAIMS CLOSED DURING YEAR WITH PAYMENTS (INCLUDE REOPENED) - FLORIDA ONLY								Est Open & IBNR Claims w Pay+
	CY 2001 Actual Payments (\$000s)	CY 2002 Actual Payments (\$000s)	CY 2003 Actual Payments (\$000s)	CY 2004 Actual Payments (\$000s)	CY 2005 Actual Payments (\$000s)	CY 2006 Actual Payments (\$000s)	CY 2007* Actual Payments (\$000s)	CY 2001 Claims Closed w Pay	CY 2002 Claims Closed w Pay	CY 2003 Claims Closed w Pay	CY 2004 Claims Closed w Pay	CY 2005 Claims Closed w Pay	CY 2006 Claims Closed w Pay	CY 2007* Claims Closed w Pay		
	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(3)	
1/1/96-12/31/96	169	109	60	181	55	95	(0)	22	12	6	7	3	3	1	0	
1/1/97-12/31/97	400	390	90	188	163	127	(3)	56	33	16	12	6	5	1	2	
1/1/98-12/31/98	569	555	425	566	(8)	73	88	81	43	30	13	25	7	4	2	
1/1/99-12/31/99	562	414	672	788	825	472	233	88	59	36	29	30	13	12	6	
1/1/00-12/31/00	1,139	1,830	2,428	3,461	1,605	975	240	253	209	123	117	88	69	32	23	
1/1/01-12/31/01	748	2,498	3,738	4,904	7,734	7,751	2,462	124	481	287	294	318	333	302	253	
1/1/02-12/31/02	0	2,458	3,759	4,199	11,691	19,496	6,559	0	486	686	542	976	774	774	797	
1/1/03-12/31/03	0	0	4,040	4,697	7,295	16,608	6,810	0	0	683	948	646	872	823	892	
1/1/04-12/31/04	0	0	0	5,679	5,760	0	14,513	0	0	1,114	1,146	990	941	1,126	1,126	
1/1/05-12/31/05	0	0	0	0	5,538	11,153	9,920	0	0	0	0	987	1,597	1,147	1,546	
1/1/06-12/31/06	0	0	0	0	0	6,712	16,741	0	0	0	0	0	1,131	2,657	2,178	
1/1/07-12/31/07	0	0	0	0	0	0	4,518	0	0	0	0	0	0	736	6,726	
Total	3,587	8,253	15,212	24,662	40,659	77,977	56,318	624	1,323	1,867	3,002	3,791	5,996	7,430	13,553	

Partial Payments on Global Settlement Claims still open: 9,216

Accident Year	CY 2001 Indicated Average Payment Cl w Pay	CY 2002 Indicated Average Payment Cl w Pay	CY 2003 Indicated Average Payment Cl w Pay	CY 2004 Indicated Average Payment Cl w Pay	CY 2005 Indicated Average Payment Cl w Pay	CY 2006 Indicated Average Payment Cl w Pay	CY 2007* Indicated Average Payment Cl w Pay
	(4)=(1)/(2)	(4)=(1)/(2)	(4)=(1)/(2)	(4)=(1)/(2)	(4)=(1)/(2)	(4)=(1)/(2)	(4)=(1)/(2)
1/1/96-12/31/96	7,690	9,078	9,994	25,803	18,317	31,734	-200
1/1/97-12/31/97	7,148	11,824	5,641	15,656	27,123	25,446	-3,263
1/1/98-12/31/98	7,023	12,901	14,155	43,500	-336	10,482	22,050
1/1/99-12/31/99	6,385	7,013	18,667	27,177	27,507	36,048	19,400
1/1/00-12/31/00	4,503	8,755	19,737	29,577	18,243	13,913	7,502
1/1/01-12/31/01	6,031	5,193	13,025	16,681	24,322	22,805	8,153
1/1/02-12/31/02	-	5,058	5,480	8,971	21,571	18,684	8,474
1/1/03-12/31/03	-	-	5,915	4,954	11,292	16,381	8,275
1/1/04-12/31/04	-	-	-	5,098	5,026	11,623	9,299
1/1/05-12/31/05	-	-	-	-	5,611	5,682	8,649
1/1/06-12/31/06	-	-	-	-	-	5,608	6,301
1/1/07-12/31/07	-	-	-	-	-	-	6,138
All Years	2,712	4,421	5,067	6,505	6,781	11,468	7,580
96-06	5,749	6,238	8,148	8,215	10,725	13,005	7,738
96-05	5,749	6,238	8,148	8,215	10,725	14,649	8,684
	0-12	12-24	Development Period		48-60	60-72	72-84
			24-36	36-48			
Weighted Average Severity - All Cal Yrs ex 2007	5,485	5,504	11,619	18,019	20,364	20,723	18,319
Weighted Average Severity - 2005-06	5,612	5,828	12,724	19,186	20,398	22,118	18,181
Weighted Average Severity - 2004-06	5,438	6,014	11,919	18,770	21,137	22,443	21,120
Weighted Average Severity - 2003 & Prior	5,604	5,209	10,497	12,967	12,052	11,577	7,114
Prior Selected	5,500	5,600	11,400	17,200	18,700	18,700	18,700
Selected	5,700	5,800	10,700	15,200	16,100	16,100	16,100
	0-6	6-18	18-30	30-42	42-54	54-66	66-78
1/1/2007-6/30/2007	6,138	6,301	8,649	9,299	8,275	8,474	8,153

Notes:
Columns (1) and (2) provided by UAIG.
Column (3) from Exhibit 2, Sheet 11a(iii). Note that these are gross of reopened claims previously closed with payment. They also exclude 1514 open global settlement claims at June 30, 2007, which we understand will have additional payments but less than expected based on recent average severity.
* CY 2007 only includes payments from January 1, 2007 - June 30, 2007.
+Excluding Global Settlement Claims and a 2007 settlement.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE CLOSED WITH PAY SEVERITY METHOD - RETAINED LIMITS - PART (C)

(a) ESTIMATED INCREMENTAL CLOSED CLAIMS WITH PAYMENT (GROSS OF REOPENED CLAIMS) - NON GLOBAL SETTLEMENT RELATED CLAIMS.

Accident Year	6-18	18-30	30-42	42-54	54-66	66-78	78-90	90-102	102-114	114-126	126-Ult	Total
1996												0
1997											2	2
1998										2	0	2
1999									4	2	0	6
2000								12	7	3	1	23
2001							130	65	36	18	4	253
2002						422	193	96	54	27	5	797
2003					512	202	92	46	26	13	3	892
2004				540	336	132	60	30	17	8	2	1,126
2005			525	490	304	120	55	27	15	8	2	1,546
2006		629	526	491	305	120	55	27	15	8	2	2,178
2007	1,671	1,460	1,221	1,139	708	279	127	63	36	18	4	6,726
												13,553

(b) ESTIMATED INCREMENTAL CLOSED CLAIMS WITH PAYMENT - GLOBAL SETTLEMENT OPEN CLAIMS.

Accident Year	6-18	18-30	30-42	42-54	54-66	66-78	78-90	90-102	102-114	114-126	126-Ult	Total
1996												0
1997											0	0
1998										0	0	0
1999										0	0	0
2000								1	1	0	0	1
2001							11	4	0	0	0	14
2002						88	29					117
2003					242	81						322
2004				362	121							482
2005			356	119								475
2006		77	26									102
2007	0	0										0
												1,514

(c) SELECTED AVERAGE SEVERITY

Accident Year	12-24	24-36	36-48	48-60	60-72	72-84	84-96	96-108	108-120	120-132	132-Ult
(i) Selected Average Severity (Non GI Settlements)	5,800	10,700	15,200	16,100	16,100	16,100	16,100	16,100	16,100	16,100	16,100
(ii) Sel Avg Severity (GI Settlements)	1,500	2,000	2,500	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
(iii) Sel Avg Severity (2007 Settlements)	5,800	7,000	7,500	8,000	9,000	10,000	10,000	10,000	10,000	10,000	10,000
Accident Year	6-18	18-30	30-42	42-54	54-66	66-78	78-90	90-102	102-114	114-126	126-Ult
(i) Selected Average Severity (Non GI Settlements)	5,800	7,837	12,732	15,643	16,100	16,100	16,100	16,100	16,100	16,100	16,100
(ii) Sel Avg Severity (GI Settlements)	1,500	1,730	2,234	2,737	3,000	3,000	3,000	3,000	3,000	3,000	3,000
(iii) Sel Avg Severity (2007 Settlements)	5,800	6,369	7,245	7,746	8,484	9,485	10,000	10,000	10,000	10,000	10,000

(d) ESTIMATED INCREMENTAL PAID LOSSES (\$000s) - EXCLUDING 2006 GLOBAL SETTLEMENT RELATED CLAIMS AND 2007A AND 2007B SETTLEMENTS.

Accident Year	6-18	18-30	30-42	42-54	54-66	66-78	78-90	90-102	102-114	114-126	126-Ult	Estimated Unpaid Losses
1996												0
1997												31
1998										25	5	30
1999									60	30	6	96
2000								195	110	55	11	371
2001							2,099	1,042	585	294	59	4,080
2002						6,799	3,108	1,543	866	435	87	12,839
2003					8,239	3,244	1,483	736	413	208	42	14,366
2004				8,454	5,406	2,129	973	483	271	136	27	17,880
2005			6,689	7,665	4,902	1,930	882	438	246	124	25	22,902
2006		4,930	6,702	7,681	4,912	1,934	884	439	246	124	25	27,876
2007	9,695	9,296	8,849	8,826	6,006	2,644	1,274	633	355	178	36	47,792
1996-2007												148,263
1996-2006												100,471

(e) ESTIMATED INCREMENTAL PAID LOSSES (\$000s) - OPEN CLAIMS AS OF 6/30/07 FROM 2006 GLOBAL SETTLEMENTS.

Accident Year	6-18	18-30	30-42	42-54	54-66	66-78	78-90	90-102	102-114	114-126	126-Ult	Unpaid Losses
1996												0
1997											0	0
1998										0	0	0
1999									2	1		3
2000								2	1			3
2001							31	11				42
2002						263	88					351
2003					724	241						966
2004				989	361							1,351
2005			796	325								1,121
2006		132	57									189
2007	0	0										0
1996-2007												4,026
1996-2006												4,026

(f) SETTLEMENT 2007A.

Accident Year	COUNTS		SETTLEMENTS		Unpaid Losses
	A	B	A	B	
1996	0	0	0	0	0
1997	0	0	0	0	0
1998	0	0	0	0	0
1999	1	2	2	2	2
2000	1	2	2	2	2
2001	6	10	10	10	10
2002	14	47	47	47	47
2003	40	117	117	117	117
2004	211	675	675	675	675
2005	229	671	671	671	671
2006	195	576	576	576	576
2007	20	63	63	63	63
1996-2007	717		2,163	3,017	2,163

Notes:
 Rows (a) and (b) estimated using historical closed with payment closing patterns.
 Rows (c) from Exhibit 2, Sheet 11b. c (i) represents the average severity for all other closed claims with payments. (cii) represents average severity for the 2006 global settlements;
 c (iii) represents the average severity for the 2007 accident year claims.
 Rows (d) equal Rows (a) x Row (c); 2007 equals Rows (a) x Row (cii).
 Rows (e) equal Rows (b) x Rows (cii).
 Rows (f) relates to a 2007 settlement.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE SEVERITY METHOD - RETAINED LIMITS - PART (D)

(a) INCREMENTAL CLOSED CLAIMS

<u>Accident Year</u>	<u>6-18</u>	<u>18-30</u>	<u>30-42</u>	<u>42-54</u>	<u>54-66</u>	<u>66-78</u>	<u>78-90</u>	<u>90-102</u>	<u>102-114</u>	<u>114-126</u>	<u>126-Ult</u>
1996											
1997											2
1998										2	0
1999									7	2	0
2000								18	9	2	0
2001							153	102	51	13	0
2002						519	287	192	96	24	0
2003					762	381	211	141	71	18	0
2004				1,010	628	315	174	117	59	15	0
2005			1,116	668	415	208	115	77	39	10	0
2006		2,430	632	378	235	118	65	44	22	5	0
2007	6,170	2,941	765	458	285	143	79	53	27	7	0

(b) REMAINING ESTIMATED OPEN & IBNR CLAIMS

<u>Accident Year</u>	<u>6</u>	<u>18</u>	<u>30</u>	<u>42</u>	<u>54</u>	<u>66</u>	<u>78</u>	<u>90</u>	<u>102</u>	<u>114</u>	<u>126</u>
1996											
1997											2
1998										2	0
1999									9	2	0
2000								29	11	2	0
2001							319	166	64	13	0
2002						1,118	599	313	121	24	0
2003					1,584	822	441	230	89	18	0
2004				2,317	1,307	679	364	190	73	15	0
2005			2,648	1,532	864	449	241	126	48	10	0
2006		3,930	1,500	868	490	254	136	71	27	5	0
2007	10,927	4,757	1,816	1,051	593	308	165	86	33	7	0

(c) SELECTED % CLOSED WITH PAYMENT IN EACH DEVELOPMENT PERIOD

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-Ult</u>
SELECTED %	14%	26%	65%	75%	75%	85%	85%	85%	90%	95%	100%

<u>Accident Year</u>	<u>6-18</u>	<u>18-30</u>	<u>30-42</u>	<u>42-54</u>	<u>54-66</u>	<u>66-78</u>	<u>78-90</u>	<u>90-102</u>	<u>102-114</u>	<u>114-126</u>	<u>126-Ult</u>
SELECTED %	12%	20%	46%	70%	75%	80%	85%	85%	88%	93%	98%

(d) ESTIMATED INCREMENTAL CLOSED WITH PAY CLAIMS

<u>Accident Year</u>	<u>6-18</u>	<u>18-30</u>	<u>30-42</u>	<u>42-54</u>	<u>54-66</u>	<u>66-78</u>	<u>78-90</u>	<u>90-102</u>	<u>102-114</u>	<u>114-126</u>	<u>126-Ult</u>	<u>Estimated Open & IBNR Claims with Pay</u>
1996												0
1997												2
1998										2	0	2
1999									6	2	0	8
2000								15	8	2	0	25
2001							130	87	45	12	0	273
2002						415	244	163	84	22	0	928
2003					571	305	179	120	62	16	0	1,254
2004				707	471	252	148	99	51	14	0	1,742
2005			508	468	312	167	98	66	34	9	0	1,660
2006		486	288	265	177	94	55	37	19	5	0	1,426
2007	740	588	348	321	214	114	67	45	23	6	0	2,467

9,787

Notes:

Rows (a) provided by UAIG.
Row (b) estimated by Oliver Wyman using historical closed with payment closing patterns.
Row (c) from Exhibit 4, Sheet (10).
Rows (d) equal Row (c) x Row (a).

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
LOSS RESERVE ANALYSIS AS OF JUNE 30, 2007

SUMMARY OF OPEN CLAIMS AND PROJECTED FUTURE CLOSED WITH PAYMENT (GROSS OF REOPENED CLAIMS)

EXCLUDING 2006 GLOBAL SETTLEMENTS

Accident Year	Projected Ultimate Claims (1)	Reported Reopened Claims (2)	Actual Open Claims (3)	Est GS Claims Still Open (4)	Net of GS Open Claims (5)	Proj Future Closed w Pay Gross of R/O (6)	Implied Average Cost per Payment (7)	Estimated Unpaid Losses (8)
1/1/96-12/31/96	4,351	869	2	0	2	0	-	0
1/1/97-12/31/97	3,326	772	2	0	2	2	16,100	31
1/1/98-12/31/98	3,004	619	2	0	2	2	16,100	30
1/1/99-12/31/99	2,631	533	9	1	8	6	16,100	96
1/1/00-12/31/00	3,580	873	29	1	28	23	16,100	371
1/1/01-12/31/01	6,182	1,536	319	14	305	253	16,100	4,080
1/1/02-12/31/02	11,538	3,073	1,113	117	996	797	16,100	12,839
1/1/03-12/31/03	13,544	3,405	1,565	322	1,243	892	16,100	14,366
1/1/04-12/31/04	14,948	3,522	2,270	482	1,788	1,126	15,881	17,880
1/1/05-12/31/05	14,354	2,852	2,552	475	2,077	1,546	14,811	22,902
1/1/06-12/31/06	15,258	1,749	3,491	102	3,389	2,178	12,797	27,876
1/1/07-12/31/07	13,350	136	3,458	0	3,458	6,726	7,105	47,792
Total	106,066	19,939	14,812	1,514	13,298	13,553	163,294	148,263
Total ex 2007	92,715	19,803	11,354	1,514	9,840	6,826	156,189	100,471

Notes:

Column (1) from Exhibit 2, Sheet 8.

Columns (2)-(4) provided by UAIG.

Column (5) = Column (3) - Column (4).

Columns (6) and (8) from Exhibit 2, Sheet 11(c).

Column (8) = Column (8) x 1000/ Column (6).

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE PAID LOSSES GROSS OF REINSURANCE (\$000s)

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996	2,552	6,050	6,571	7,031	7,489	7,658	7,767	7,827	8,008	8,063	8,151	8,151
1997	1,943	4,125	5,042	5,884	6,284	6,674	6,764	6,952	7,115	7,242	7,239	
1998	1,134	3,233	5,142	5,711	6,266	6,691	7,256	7,248	7,321	7,409		
1999	1,371	4,244	4,731	5,150	5,834	6,634	7,463	7,940	8,173			
2000	2,664	3,889	5,788	8,276	11,755	13,385	14,367	14,607				
2001	752	3,256	6,996	11,901	19,636	27,387	29,849					
2002	2,458	6,217	10,416	22,108	41,604	48,174						
2003	4,040	8,737	16,032	32,640	39,513							
2004	5,679	11,446	25,958	34,776								
2005	5,651	16,872	26,996									
2006	6,913	24,143										
2007	4,784											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996	2.371	1.086	1.070	1.065	1.023	1.014	1.008	1.023	1.007	1.011	1.000	
1997	2.123	1.222	1.167	1.068	1.062	1.014	1.028	1.023	1.018	1.000		
1998	2.851	1.590	1.111	1.097	1.068	1.085	0.999	1.010	1.012			
1999	3.096	1.115	1.089	1.133	1.137	1.125	1.064	1.029				
2000	1.460	1.488	1.430	1.420	1.139	1.073	1.017					
2001	4.330	2.149	1.701	1.650	1.395	1.090						
2002	2.529	1.675	2.122	1.882	1.158							
2003	2.163	1.835	2.036	1.211								
2004	2.015	2.268	1.340									
2005	2.986	1.600										
2006	3.492											

All Yrs Wtd	2.410	1.693	1.626	1.497	1.195	1.063	1.024	1.019	1.012	1.011		
All Yrs Avg	2.592	1.603	1.466	1.331	1.137	1.062	1.025	1.019	1.012	1.011		
All Yrs Avg x Hi/Lo	2.517	1.582	1.422	1.274	1.101	1.057	1.018	1.023				
Last 5 Yrs Wtd Avg	2.504	1.943	1.821	1.601	1.221	1.063						
Last 3 Yrs Wtd Avg	2.411	1.985	1.993	1.726	1.273	1.089	1.031	1.019				
Last 5 Yrs Wtd Avg ex 06 & 07	2.151	1.669	1.607	1.348	1.091							
Last 3 Yrs Wtd Avg ex 06 & 07	2.168	1.837	1.823	1.470	1.120	1.074	1.011					
Prior Selected	2.500	1.635	1.416	1.348	1.121	1.070	1.030	1.016	1.015	1.005	1.000	1.000

Selected												
Age to Age	2.500	1.635	1.416	1.348	1.121	1.070	1.030	1.016	1.015	1.005	1.000	1.000
Age to Ultimate	9.991	3.996	2.445	1.726	1.280	1.142	1.067	1.036	1.020	1.005	1.000	1.000
% Paid	10.0%	25.0%	40.9%	57.9%	78.1%	87.6%	93.7%	96.5%	98.1%	99.5%	100.0%	100.0%

Notes:

Data provided by UAIG.
Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE PAID LOSSES GROSS OF REINSURANCE (\$000s) - REOPENED CLAIMS ONLY

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996					4,044	4,232	4,337	4,391	4,689	4,744	4,713	4,713
1997				3,375	3,708	4,125	4,220	4,408	4,634	4,690	4,688	
1998			2,847	3,381	3,855	4,340	4,881	5,161	4,873	4,961		
1999		1,562	2,101	2,448	3,295	4,090	5,219	5,114	5,347			
2000	620	1,316	2,559	4,039	6,784	8,915	9,053	9,477				
2001	149	1,125	3,537	6,307	12,346	17,707	20,331					
2002	480	1,683	3,885	11,046	23,764	29,841						
2003	645	2,754	6,888	18,122	24,743							
2004	1,007	3,703	14,010	20,740								
2005	758	6,187	12,990									
2006	1,089	7,530										
2007	772											
<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>Age - to - Age Factors</u>		<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996					1.046	1.025	1.012	1.068	1.012	0.993	1.000	
1997				1.099	1.112	1.023	1.045	1.051	1.012	0.999		
1998			1.188	1.140	1.126	1.125	1.057	0.944	1.018			
1999		1.345	1.165	1.346	1.241	1.276	0.980	1.046				
2000	2.123	1.945	1.579	1.679	1.314	1.015	1.047					
2001	7.576	3.143	1.783	1.957	1.434	1.148						
2002	3.508	2.309	2.843	2.151	1.256							
2003	4.267	2.502	2.631	1.365								
2004	3.677	3.783	1.480									
2005	8.164	2.100										
2006	6.912											
All Yrs Wtd	4.583	2.716	2.078	1.757	1.276	1.078	1.022	1.017	1.012	0.993		
All Yrs Avg	4.886	2.504	1.865	1.562	1.212	1.093	1.024	1.021	1.012	0.993		
All Yrs Avg x Hi/Lo	4.757	2.475	1.795	1.531	1.198	1.058	1.029	1.051				
Last 5 Yrs Wtd Avg	5.085	2.918	2.212	1.838	1.306	1.078						
Last 3 Yrs Wtd Avg	5.246	3.045	2.479	2.005	1.370	1.104	1.025	1.017				
Last 5 Yrs Wtd Avg ex 06 & 07	3.648	2.248	1.823	1.534	1.185							
Last 3 Yrs Wtd Avg ex 06 & 07	3.817	2.573	2.143	1.753	1.245	1.141	1.039					

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE PAID LOSSES GROSS OF REINSURANCE (\$000s) - EXCL REOPENED CLAIMS

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996					3,445	3,426	3,430	3,436	3,318	3,318	3,438	3,438
1997				2,509	2,576	2,549	2,544	2,544	2,481	2,552	2,551	
1998			2,295	2,330	2,411	2,351	2,376	2,087	2,448	2,448		
1999		2,682	2,630	2,702	2,539	2,544	2,244	2,826	2,826			
2000	2,044	2,573	3,229	4,236	4,972	4,470	5,314	5,130				
2001	603	2,131	3,459	5,594	7,290	9,680	9,517					
2002	1,978	4,535	6,531	11,061	17,840	18,333						
2003	3,395	5,983	9,143	14,518	14,770							
2004	4,672	7,743	11,948	14,037								
2005	4,893	10,686	14,006									
2006	5,824	16,613										
2007	4,013											
<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>Age - to - Age Factors</u>		<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996					0.995	1.001	1.002	0.966	1.000	1.036	1.000	
1997				1.027	0.990	0.998	1.000	0.975	1.029	1.000		
1998			1.015	1.035	0.975	1.011	0.879	1.173	1.000			
1999		0.981	1.027	0.940	1.002	0.882	1.259	1.000				
2000	1.259	1.255	1.312	1.174	0.899	1.189	0.965					
2001	3.531	1.623	1.617	1.303	1.328	0.983						
2002	2.292	1.440	1.694	1.613	1.028							
2003	1.763	1.528	1.588	1.017								
2004	1.657	1.543	1.175									
2005	2.184	1.311										
2006	2.853											
All Yrs Wtd	1.914	1.440	1.482	1.323	1.077	1.037	1.028	1.022	1.012	1.036		
All Yrs Avg	2.114	1.395	1.375	1.182	1.031	1.016	1.035	1.038	1.014	1.036		
All Yrs Avg x Hi/Lo	1.974	1.442	1.386	1.135	0.990	1.003	1.001	0.975				
Last 5 Yrs Wtd Avg	2.000	1.494	1.525	1.352	1.091	1.037						
Last 3 Yrs Wtd Avg	1.884	1.513	1.629	1.441	1.128	1.061	1.041	1.022				
Last 5 Yrs Wtd Avg ex 06 & 07	1.809	1.396	1.429	1.139	0.962							
Last 3 Yrs Wtd Avg ex 06 & 07	1.818	1.513	1.580	1.181	0.944	0.962	0.966					

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE INCURRED LOSSES GROSS OF REINSURANCE (\$000s)

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996	5,005	6,754	6,853	7,186	7,546	7,706	7,797	7,844	8,016	8,066	8,151	8,173
1997	4,228	4,790	5,450	6,039	6,401	6,759	6,813	6,978	7,134	7,249	7,242	
1998	3,306	3,808	5,393	5,878	6,379	6,757	7,310	7,264	7,336	7,415		
1999	3,124	4,583	5,001	5,318	5,956	6,721	7,500	7,984	8,194			
2000	4,793	5,266	6,629	8,832	12,042	13,566	14,499	14,679				
2001	5,860	6,215	9,204	13,347	20,722	28,811	30,842					
2002	11,686	11,813	14,119	25,285	45,450	51,816						
2003	17,383	14,275	19,790	38,081	44,650							
2004	16,939	17,116	33,401	42,387								
2005	22,064	28,301	36,487									
2006	35,048	38,485										
2007	18,981											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996	1.349	1.015	1.049	1.050	1.021	1.012	1.006	1.022	1.006	1.011	1.003	
1997	1.133	1.138	1.108	1.060	1.056	1.008	1.024	1.022	1.016	0.999		
1998	1.152	1.416	1.090	1.085	1.059	1.082	0.994	1.010	1.011			
1999	1.467	1.091	1.063	1.120	1.128	1.116	1.064	1.026				
2000	1.099	1.259	1.332	1.363	1.127	1.069	1.012					
2001	1.061	1.481	1.450	1.553	1.390	1.070						
2002	1.011	1.195	1.791	1.797	1.140							
2003	0.821	1.386	1.924	1.173								
2004	1.010	1.951	1.269									
2005	1.283	1.289										
2006	1.098											
All Yrs Wtd	1.090	1.418	1.518	1.454	1.191	1.058	1.022	1.018	1.011	1.011		
All Yrs Avg	1.139	1.326	1.351	1.290	1.130	1.057	1.022	1.018	1.011	1.011		
All Yrs Avg x Hi/Lo	1.137	1.281	1.306	1.236	1.093	1.054	1.015	1.022				
Last 5 Yrs Wtd Avg	1.051	1.520	1.660	1.544	1.216	1.058						
Last 3 Yrs Wtd Avg	1.059	1.558	1.779	1.648	1.268	1.084	1.028	1.018				
Last 5 Yrs Wtd Avg ex 06 & 07	0.965	1.299	1.454	1.307	1.083							
Last 3 Yrs Wtd Avg ex 06 & 07	0.939	1.335	1.585	1.408	1.109	1.068	1.008					
Prior Selected	1.100	1.249	1.269	1.205	1.114	1.050	1.020	1.015	1.013	1.000	1.000	1.000
Selected												
Age to Age	1.100	1.249	1.269	1.205	1.114	1.050	1.020	1.015	1.013	1.000	1.000	1.000
Age to Ultimate	2.578	2.344	1.876	1.479	1.227	1.101	1.049	1.028	1.013	1.000	1.000	1.000
% Reported	38.8%	42.7%	53.3%	67.6%	81.5%	90.8%	95.4%	97.3%	98.7%	100.0%	100.0%	100.0%

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE INCURRED LOSSES GROSS OF REINSURANCE (\$000s) - REOPENED CLAIMS ONLY

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996					4,110	4,283	4,364	4,406	4,696	4,748	4,713	4,713
1997				3,486	3,798	4,190	4,263	4,430	4,650	4,697	4,691	
1998			2,999	3,503	3,942	4,396	4,927	5,177	4,888	4,967		
1999		1,700	2,261	2,566	3,391	4,164	5,255	5,149	5,368			
2000	798	1,792	2,936	4,344	6,974	9,059	9,169	9,542				
2001	271	1,470	4,151	6,913	13,017	18,916	21,236					
2002	543	2,866	5,332	12,856	26,713	32,826						
2003	891	3,865	9,034	22,585	29,193							
2004	1,318	5,941	19,485	26,915								
2005	1,460	11,416	19,298									
2006	2,308	11,024										
2007	881											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996					1.042	1.019	1.010	1.066	1.011	0.993	1.000	
1997				1.089	1.103	1.017	1.039	1.050	1.010	0.999		
1998			1.168	1.125	1.115	1.121	1.051	0.944	1.016			
1999		1.329	1.135	1.321	1.228	1.262	0.980	1.042				
2000	2.244	1.639	1.480	1.605	1.299	1.012	1.041					
2001	5.432	2.824	1.665	1.883	1.453	1.123						
2002	5.274	1.861	2.411	2.078	1.229							
2003	4.338	2.337	2.500	1.293								
2004	4.507	3.280	1.381									
2005	7.817	1.690										
2006	4.776											
All Yrs Wtd	5.178	2.450	1.975	1.718	1.277	1.072	1.019	1.016	1.011	0.993		
All Yrs Avg	4.935	2.212	1.727	1.517	1.207	1.086	1.020	1.020	1.011	0.993		
All Yrs Avg x Hi/Lo	4.888	2.165	1.681	1.484	1.186	1.052	1.024	1.050				
Last 5 Yrs Wtd Avg	5.700	2.569	2.077	1.790	1.309	1.072						
Last 3 Yrs Wtd Avg	5.783	2.671	2.287	1.937	1.374	1.098	1.022	1.016				
Last 5 Yrs Wtd Avg ex 06 & 07	4.170	2.028	1.707	1.495	1.174							
Last 3 Yrs Wtd Avg ex 06 & 07	4.604	2.258	1.942	1.692	1.231	1.133	1.034					
Prior Selected	1.150	1.200	1.450	1.300	1.120	1.050	1.020	1.015	1.013	1.000	1.000	1.000
Selected												
Age to Age	1.150	1.200	1.450	1.300	1.120	1.050	1.020	1.015	1.013	1.000	1.000	1.000
Age to Ultimate	3.208	2.790	2.325	1.603	1.233	1.101	1.049	1.028	1.013	1.000	1.000	1.000
% Reported	31.2%	35.8%	43.0%	62.4%	81.1%	90.8%	95.4%	97.3%	98.7%	100.0%	100.0%	100.0%

Notes:

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Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE INCURRED LOSSES GROSS OF REINSURANCE (\$000s) - EXCL REOPENED CLAIMS

Accident Year	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996					3,436	3,423	3,433	3,438	3,320	3,318	3,438	3,460
1997				2,553	2,603	2,569	2,550	2,548	2,484	2,552	2,551	
1998			2,394	2,375	2,437	2,361	2,383	2,087	2,448	2,448		
1999		2,883	2,740	2,752	2,565	2,557	2,245	2,835	2,826			
2000	3,995	3,474	3,693	4,487	5,067	4,507	5,330	5,136				
2001	5,589	4,745	5,053	6,434	7,705	9,895	9,606					
2002	11,143	8,947	8,786	12,430	18,737	18,990						
2003	16,491	10,410	10,756	15,496	15,457							
2004	15,621	11,175	13,916	15,473								
2005	20,604	16,885	17,190									
2006	32,740	27,462										
2007	18,100											
Accident Year	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	Age - to - Age Factors		<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
					<u>60-72</u>	<u>72-84</u>						
1996					0.996	1.003	1.001	0.966	1.000	1.036	1.006	
1997				1.020	0.987	0.993	0.999	0.975	1.027	1.000		
1998			0.992	1.026	0.969	1.009	0.876	1.173	1.000			
1999		0.951	1.004	0.932	0.997	0.878	1.263	0.997				
2000	0.870	1.063	1.215	1.129	0.889	1.183	0.964					
2001	0.849	1.065	1.273	1.197	1.284	0.971						
2002	0.803	0.982	1.415	1.507	1.013							
2003	0.631	1.033	1.441	0.998								
2004	0.715	1.245	1.112									
2005	0.819	1.018										
2006	0.839											
All Yrs Wtd	0.758	1.079	1.316	1.260	1.063	1.034	1.028	1.022	1.011	1.036		
All Yrs Avg	0.781	1.056	1.223	1.135	1.020	1.013	1.035	1.038	1.013	1.036		
All Yrs Avg x Hi/Lo	0.797	1.036	1.227	1.093	0.987	1.002	1.000	0.975				
Last 5 Yrs Wtd Avg	0.751	1.089	1.341	1.282	1.074	1.034						
Last 3 Yrs Wtd Avg	0.730	1.096	1.397	1.349	1.106	1.057	1.041	1.022				
Last 5 Yrs Wtd Avg ex 06 & 07	0.733	1.019	1.256	1.095	0.957							
Last 3 Yrs Wtd Avg ex 06 & 07	0.706	1.020	1.332	1.122	0.936	0.959	0.965					
Prior Selected	1.150	1.200	1.450	1.300	1.120	1.050	1.020	1.015	1.013	1.000	1.000	1.000
Selected												
Age to Age	1.150	1.200	1.450	1.300	1.120	1.050	1.020	1.015	1.013	1.000	1.000	1.000
Age to Ultimate	3.208	2.790	2.325	1.603	1.233	1.101	1.049	1.028	1.013	1.000	1.000	1.000
% Reported	31.2%	35.8%	43.0%	62.4%	81.1%	90.8%	95.4%	97.3%	98.7%	100.0%	100.0%	100.0%

Notes:

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**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE REPORTED CLAIMS**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	
1996				4,343	4,347	4,348	4,348	4,349	4,349	4,351	4,351	4,351	
1997			3,322	3,323	3,324	3,326	3,326	3,326	3,326	3,326	3,326		
1998		2,988	3,001	3,002	3,003	3,004	3,004	3,004	3,004	3,004			
1999	2,337	2,608	2,614	2,623	2,623	2,629	2,629	2,631	2,631				
2000	3,175	3,559	3,572	3,578	3,580	3,580	3,580	3,580					
2001	5,232	6,127	6,161	6,177	6,178	6,182	6,182						
2002	10,193	11,407	11,474	11,488	11,521	11,533							
2003	12,233	13,421	13,472	13,510	13,525								
2004	13,709	14,787	14,872	14,901									
2005	12,881	14,197	14,258										
2006	13,529	14,819											
2007	5,881												
					<u>Age - to - Age Factors</u>								
<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>	
1996				1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000		
1997			1.000	1.000	1.001	1.000	1.000	1.000	1.000	1.000	1.000		
1998		1.004	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000			
1999	1.116	1.002	1.003	1.000	1.002	1.000	1.001	1.000	1.000				
2000	1.121	1.004	1.002	1.001	1.000	1.000	1.000						
2001	1.171	1.006	1.003	1.000	1.001	1.000							
2002	1.119	1.006	1.001	1.003	1.001								
2003	1.097	1.004	1.003	1.001									
2004	1.079	1.006	1.002										
2005	1.102	1.004											
2006	1.095												
All Yrs Wtd	1.106	1.005	1.002	1.001	1.001	1.000	1.000	1.000	1.000	1.000			
All Yrs Avg	1.115	1.004	1.002	1.001	1.001	1.000	1.000	1.000	1.000	1.000			
All Yrs Avg x Hi/Lo	1.111	1.005	1.002	1.000	1.000	1.000	1.000	1.000					
Last 5 Yrs Wtd Avg	1.105	1.005	1.002	1.001	1.001	1.000							
Last 3 Yrs Wtd Avg	1.092	1.005	1.002	1.002	1.001	1.000	1.000	1.000					
Prior Selected	1.100	1.005	1.002	1.001	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
<u>Selected</u>													
Age to Age	1.100	1.005	1.002	1.001	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
Age to Ultimate	1.110	1.009	1.004	1.002	1.001	1.000	1.000	1.000	1.000	1.000	1.000	1.000	
% Reported	90.1%	99.1%	99.6%	99.8%	99.9%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	

Notes:

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**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE REPORTED CLAIMS - REOPENED CLAIMS ONLY**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996					847	862	865	865	868	869	869	869
1997				704	732	754	764	771	772	772	772	
1998			533	580	597	608	613	617	618	619		
1999		380	457	484	497	520	528	532	533			
2000	224	559	681	750	794	828	866	873				
2001	99	454	769	998	1,193	1,423	1,536					
2002	139	920	1,537	2,038	2,656	3,073						
2003	246	1,200	2,028	2,816	3,405							
2004	398	1,712	2,819	3,522								
2005	408	1,923	2,852									
2006	429	1,749										
2007	136											
<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>Age - to - Age Factors</u>		<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
					<u>60-72</u>	<u>72-84</u>						
1996					1.018	1.003	1.000	1.003	1.001	1.000	1.000	
1997				1.040	1.030	1.013	1.009	1.001	1.000	1.000		
1998			1.088	1.029	1.018	1.008	1.007	1.002	1.002			
1999		1.203	1.059	1.027	1.046	1.015	1.008	1.002				
2000	2.496	1.218	1.101	1.059	1.043	1.046	1.008					
2001	4.586	1.694	1.298	1.195	1.193	1.080						
2002	6.619	1.671	1.326	1.303	1.157							
2003	4.878	1.690	1.389	1.209								
2004	4.302	1.647	1.249									
2005	4.713	1.483										
2006	4.076											
All Yrs Wtd	4.470	1.587	1.277	1.165	1.072	1.018	1.005	1.002	1.001	1.000		
All Yrs Avg	4.599	1.520	1.210	1.109	1.058	1.017	1.006	1.002	1.001	1.000		
All Yrs Avg x Hi/Lo	4.620	1.556	1.203	1.081	1.034	1.012	1.007	1.002				
Last 5 Yrs Wtd Avg	4.813	1.617	1.295	1.183	1.084	1.018						
Last 3 Yrs Wtd Avg	4.596	1.666	1.350	1.226	1.116	1.026	1.008	1.002				

Notes:

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Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
REOPENED CLAIMS TO TOTAL CLOSED CLAIMS**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>	<u>Ult</u>
1996					20%	20%	20%	20%	20%	20%	20%	20%	20%
1997				22%	23%	23%	23%	23%	23%	23%	23%	23%	23%
1998			19%	20%	20%	21%	21%	21%	21%	21%	21%	21%	21%
1999		16%	19%	19%	19%	20%	20%	20%	20%	20%	20%	20%	20%
2000	12%	21%	22%	23%	23%	24%	25%	25%	25%	25%	25%	25%	25%
2001	5%	11%	16%	19%	21%	25%	26%	26%	26%	26%	26%	26%	26%
2002	3%	12%	17%	21%	26%	29%	29%	29%	29%	29%	29%	29%	30%
2003	4%	11%	17%	24%	28%	28%	28%	28%	28%	28%	28%	28%	31%
2004	5%	14%	23%	28%	28%	28%	28%	28%	28%	28%	28%	28%	35%
2005	5%	18%	24%	24%	24%	24%	24%	24%	24%	24%	24%	24%	38%
2006	7%	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%	37%
2007	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	6%	38%

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
<u>Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996					1.016	1.001	0.998	1.002	1.000	1.000	1.000	1.000
1997				1.031	1.022	1.006	1.005	0.999	0.998	1.000	1.000	1.000
1998			1.068	1.017	1.007	1.005	0.999	1.000	1.001	1.000	1.000	1.000
1999		1.179	1.028	1.012	1.035	1.004	1.006	0.998	1.000	1.000	1.000	1.000
2000	1.684	1.077	1.033	1.002	1.015	1.040	1.001	1.000	1.000	1.000	1.000	1.000
2001	2.022	1.481	1.165	1.132	1.179	1.043	1.000	1.000	1.000	1.000	1.000	1.000
2002	3.356	1.434	1.257	1.261	1.125	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2003	2.546	1.529	1.389	1.189	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2004	2.848	1.626	1.220	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2005	3.256	1.369	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
2006	2.317	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
All Yrs Wtd	2.397	1.349	1.147	1.074	1.046	1.012	1.002	1.001	0.999	1.000	1.000	1.000
All Yrs Avg	2.619	1.388	1.157	1.076	1.046	1.011	1.002	1.001	0.999	1.000	1.000	1.000
All Yrs Avg x Hi/Lo	2.668	1.406	1.131	1.048	1.022	1.005	1.002	1.000	1.000	1.000	1.000	1.000
Last 5 Yrs Wtd Avg	2.771	1.388	1.163	1.083	1.051	1.012	1.000	1.000	1.000	1.000	1.000	1.000
Last 3 Yrs Wtd Avg	2.908	1.536	1.273	1.127	1.076	1.017	1.003	1.001	1.000	1.000	1.000	1.000
Prior Selected	2.771	1.536	1.273	1.127	1.076	1.017	1.003	1.001	1.000	1.000	1.000	1.000
<u>Selected</u>												
Age to Age	2.771	1.536	1.273	1.127	1.076	1.017	1.003	1.001	1.000	1.000	1.000	1.000
Age to Ultimate	6.703	2.419	1.575	1.238	1.098	1.021	1.004	1.001	1.000	1.000	1.000	1.000
% Reported	14.9%	41.3%	63.5%	80.8%	91.0%	97.9%	99.6%	99.9%	100.0%	100.0%	100.0%	100.0%

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE CLOSED WITH NO PAY CLAIMS**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				2,644	2,665	2,664	2,667	2,672	2,672	2,672	2,671	2,671
1997			2,020	2,043	2,038	2,036	2,044	2,045	2,044	2,047	2,047	
1998		1,931	1,956	1,955	1,954	1,963	1,968	1,971	1,972	1,972		
1999	936	1,571	1,569	1,590	1,599	1,603	1,610	1,609	1,609			
2000	1,399	2,060	2,211	2,305	2,375	2,394	2,375	2,377				
2001	1,710	3,548	3,893	4,166	4,197	4,044	4,017					
2002	3,557	6,838	7,616	7,624	7,230	6,996						
2003	4,868	8,992	9,503	8,926	8,507							
2004	6,954	9,955	9,491	9,076								
2005	6,444	8,384	8,222									
2006	5,293	7,598										
2007	1,671											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				1.008	1.000	1.001	1.002	1.000	1.000	1.000	1.000	1.000
1997			1.011	0.998	0.999	1.004	1.000	1.000	1.001	1.000		
1998		1.013	0.999	0.999	1.005	1.003	1.002	1.001	1.000			
1999	1.678	0.999	1.013	1.006	1.003	1.004	0.999	1.000				
2000	1.472	1.073	1.043	1.030	1.008	0.992	1.001					
2001	2.075	1.097	1.070	1.007	0.964	0.993						
2002	1.922	1.114	1.001	0.948	0.968							
2003	1.847	1.057	0.939	0.953								
2004	1.432	0.953	0.956									
2005	1.301	0.981										
2006	1.435											

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE CLOSED WITH PAY CLAIMS NET OF REOPENED CLAIMS - ALL STATES**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				1,598	1,643	1,651	1,660	1,665	1,671	1,674	1,677	1,678
1997			1,033	1,176	1,209	1,235	1,251	1,265	1,272	1,276	1,277	
1998		682	882	937	974	999	1,004	1,024	1,027	1,030		
1999	260	824	873	925	952	977	999	1,003	1,013			
2000	408	618	819	924	1,036	1,111	1,151	1,174				
2001	124	611	864	1,135	1,403	1,620	1,846					
2002	486	1,135	1,676	2,181	2,902	3,424						
2003	686	1,651	2,264	2,837	3,453							
2004	1,114	2,231	2,846	3,555								
2005	1,023	2,424	3,484									
2006	1,146	3,730										
2007	752											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				1.028	1.005	1.005	1.003	1.004	1.002	1.002	1.001	
1997			1.138	1.028	1.022	1.013	1.011	1.006	1.003	1.001		
1998		1.293	1.062	1.039	1.026	1.005	1.020	1.003	1.003			
1999	3.169	1.059	1.060	1.029	1.026	1.023	1.004	1.010				
2000	1.515	1.325	1.128	1.121	1.072	1.036	1.020					
2001	4.927	1.414	1.314	1.236	1.155	1.140						
2002	2.335	1.477	1.301	1.331	1.180							
2003	2.407	1.371	1.253	1.217								
2004	2.003	1.276	1.249									
2005	2.370	1.437										
2006	3.255											
All Yrs Wtd	2.315	1.319	1.203	1.140	1.052	1.015	1.009	1.004	1.002	1.002		
All Yrs Avg	2.675	1.317	1.180	1.116	1.051	1.016	1.010	1.004	1.002	1.002		
All Yrs Avg x Hi/Lo	2.457	1.336	1.177	1.091	1.036	1.014	1.008	1.004				
Last 5 Yrs Wtd Avg	2.345	1.356	1.232	1.191	1.066	1.015						
Last 3 Yrs Wtd Avg	2.234	1.353	1.281	1.260	1.093	1.022	1.012	1.004				
Prior Selected	2.315	1.350	1.281	1.150	1.030	1.010	1.006	1.003	1.002	1.001	1.000	1.000
<u>Selected</u>												
Age to Age	2.315	1.350	1.281	1.150	1.030	1.010	1.006	1.003	1.002	1.001	1.000	1.000
Age to Ultimate	4.847	2.094	1.551	1.211	1.053	1.022	1.012	1.006	1.003	1.001	1.000	1.000
% Reported	20.6%	47.8%	64.5%	82.6%	95.0%	97.8%	98.8%	99.4%	99.7%	99.9%	100.0%	100.0%

Notes

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE CLOSED CLAIMS**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				4,242	4,308	4,315	4,327	4,337	4,343	4,346	4,348	4,349
1997			3,053	3,219	3,247	3,271	3,295	3,310	3,316	3,323	3,324	
1998		2,613	2,838	2,892	2,928	2,962	2,972	2,995	2,999	3,002		
1999	1,196	2,395	2,442	2,515	2,551	2,580	2,609	2,612	2,622			
2000	1,807	2,678	3,030	3,229	3,411	3,505	3,526	3,551				
2001	1,834	4,159	4,757	5,301	5,600	5,664	5,863					
2002	4,043	7,973	9,292	9,805	10,132	10,420						
2003	5,554	10,643	11,767	11,763	11,960							
2004	8,068	12,186	12,337	12,631								
2005	7,467	10,808	11,706									
2006	6,439	11,328										
2007	2,423											
<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
<u>Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				1.016	1.002	1.003	1.002	1.001	1.001	1.000	1.000	
1997			1.054	1.009	1.007	1.007	1.005	1.002	1.002	1.000		
1998		1.086	1.019	1.012	1.012	1.003	1.008	1.001	1.001			
1999	2.003	1.020	1.030	1.014	1.011	1.011	1.001	1.004				
2000	1.482	1.131	1.066	1.056	1.028	1.006	1.007					
2001	2.268	1.144	1.114	1.056	1.011	1.035						
2002	1.972	1.165	1.055	1.033	1.028							
2003	1.916	1.106	1.000	1.017								
2004	1.510	1.012	1.024									
2005	1.447	1.083										
2006	1.759											
All Yrs Wtd	1.696	1.089	1.042	1.031	1.011	1.006	1.004	1.002	1.001	1.000		
All Yrs Avg	1.800	1.095	1.048	1.028	1.012	1.006	1.004	1.002	1.001	1.000		
All Yrs Avg x Hi/Lo	1.777	1.097	1.045	1.026	1.010	1.006	1.003	1.001				
Last 5 Yrs Wtd Avg	1.697	1.094	1.042	1.037	1.014	1.006						
Last 3 Yrs Wtd Avg	1.595	1.084	1.041	1.044	1.016	1.007	1.005	1.002				
Prior Selected	1.800	1.090	1.045	1.030	1.015	1.007	1.003	1.002	1.001	1.000	1.000	1.000
<u>Selected</u>												
Age to Age	1.800	1.090	1.045	1.030	1.015	1.007	1.005	1.003	1.001	1.000	1.000	1.000
Age to Ultimate	2.178	1.210	1.110	1.062	1.031	1.016	1.009	1.004	1.001	1.000	1.000	1.000
% Closed	45.9%	82.6%	90.1%	94.1%	97.0%	98.4%	99.1%	99.6%	99.9%	100.0%	100.0%	100.0%

Notes:
Data provided by UAIG.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE CLOSED (REOPENED CLOSED CLAIMS WITH PAYMENT)**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996					612	619	628	632	638	640	642	648
1997				446	454	470	489	494	497	498	498	
1998			258	283	303	316	320	333	334	338		
1999		182	217	242	250	259	275	278	281			
2000	52	125	182	212	241	269	287	301				
2001	12	93	188	266	336	404	479					
2002	48	151	293	382	505	634						
2003	77	267	387	454	563							
2004	128	339	453	566								
2005	68	216	437									
2006	63	525										
2007	84											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996					1.011	1.015	1.006	1.009	1.003	1.003	1.009	
1997				1.018	1.035	1.040	1.010	1.006	1.002	1.000		
1998			1.097	1.071	1.043	1.013	1.041	1.003	1.012			
1999		1.192	1.115	1.033	1.036	1.062	1.011	1.011				
2000	2.404	1.456	1.165	1.137	1.116	1.067	1.049					
2001	7.750	2.022	1.415	1.263	1.202	1.186						
2002	3.146	1.940	1.304	1.322	1.255							
2003	3.468	1.449	1.173	1.240								
2004	2.648	1.336	1.249									
2005	3.176	2.023										
2006	8.333											

Notes:
Data provided by UAIG.
Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CUMULATIVE CLOSED WITH PAY CLAIMS GROSS OF REOPENED CLAIMS (FLORIDA ONLY)

Accident Year	INCREMENTAL CLOSED CLAIMS WITH PAYMENT (GROSS OF REOPENED CLAIMS)											
	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996						22	12	6	7	3	3	1
1997					56	33	16	12	6	5	1	
1998				81	43	30	13	25	7	4		
1999			88	59	36	29	30	13	12			
2000		253	209	123	117	88	69	32				
2001	124	481	287	294	318	331	304					
2002	486	686	468	542	935	815						
2003	683	948	646	811	884							
2004	1,114	1,146	912	1,019								
2005	987	1,438	1,306									
2006	1,066	2,722										
2007	736											
Accident Year	CUMULATIVE CLOSED CLAIMS WITH PAYMENT (GROSS OF REOPENED CLAIMS)											
	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996						1,651	1,663	1,669	1,676	1,679	1,682	1,683
1997					1,209	1,242	1,258	1,270	1,276	1,281	1,282	
1998				937	980	1,010	1,023	1,048	1,055	1,059		
1999			873	932	968	997	1,027	1,040	1,052			
2000		618	827	950	1,067	1,155	1,224	1,256				
2001	124	605	892	1,186	1,504	1,835	2,139					
2002	486	1,172	1,640	2,182	3,117	3,932						
2003	683	1,631	2,277	3,088	3,972							
2004	1,114	2,260	3,172	4,191								
2005	987	2,425	3,731									
2006	1,066	3,788										
2007	736											
Accident Year	Age - to - Age Factors											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996						1.007	1.004	1.004	1.002	1.002	1.001	
1997					1.027	1.013	1.010	1.005	1.004	1.001		
1998				1.046	1.031	1.013	1.024	1.007	1.004			
1999			1.068	1.039	1.030	1.030	1.013	1.012				
2000		1.338	1.149	1.123	1.082	1.060	1.026					
2001	4.879	1.474	1.330	1.268	1.220	1.166						
2002	2.412	1.399	1.330	1.429	1.261							
2003	2.388	1.396	1.356	1.286								
2004	2.029	1.404	1.321									
2005	2.457	1.539										
2006	3.553											
All Yrs Wid	2.385	1.401	1.281	1.234	1.089	1.023	1.011	1.005	1.003	1.002		
All Yrs Avg	2.833	1.402	1.247	1.181	1.078	1.025	1.013	1.005	1.003	1.002		
All Yrs Avg x Hi/Lo	2.419	1.400	1.270	1.146	1.048	1.019	1.011	1.005				
Last 5 Yrs Wid Avg	2.385	1.401	1.281	1.234	1.089	1.023						
Last 3 Yrs Wid Avg	2.269	1.400	1.342	1.317	1.127	1.035	1.015	1.005				
Prior Selected	2.385	1.401	1.281	1.181	1.058	1.021	1.009	1.004	1.002	1.001	1.000	1.000
<u>Selected</u>												
Age to Age	2.385	1.401	1.300	1.190	1.060	1.025	1.012	1.006	1.004	1.001	1.000	1.000
Age to Ultimate	5.746	2.410	1.720	1.323	1.112	1.049	1.023	1.011	1.005	1.001	1.000	1.000
% Reported	17.4%	41.5%	58.1%	75.6%	90.0%	95.4%	97.7%	98.9%	99.5%	99.9%	100.0%	100.0%

Notes:

Data provided by UAIG. Cumulative figures prior to 2001 estimated using UAIG incremental figures from calendar year 2001 and subsequent. Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
OPEN CLAIMS**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				101	39	33	21	12	6	5	3	2
1997			269	104	77	55	31	16	10	3	2	
1998		375	163	110	75	42	32	9	5	2		
1999	1,141	213	172	108	72	49	20	19	9			
2000	1,368	881	542	349	169	75	54	29				
2001	3,398	1,968	1,404	876	578	518	319					
2002	6,150	3,434	2,182	1,683	1,389	1,113						
2003	6,679	2,778	1,705	1,747	1,565							
2004	5,641	2,601	2,535	2,270								
2005	5,414	3,389	2,552									
2006	7,090	3,491										
2007	3,458											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				0.386	0.846	0.636	0.571	0.500	0.833	0.600	0.667	
1997			0.387	0.740	0.714	0.564	0.516	0.625	0.300	0.667		
1998		0.435	0.675	0.682	0.560	0.762	0.281	0.556	0.400			
1999	0.187	0.808	0.628	0.667	0.681	0.408	0.950	0.474				
2000	0.644	0.615	0.644	0.484	0.444	0.720	0.537					
2001	0.579	0.713	0.624	0.660	0.896	0.616						
2002	0.558	0.635	0.771	0.825	0.801							
2003	0.416	0.614	1.025	0.896								
2004	0.461	0.975	0.895									
2005	0.626	0.753										
2006	0.492											

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
CASE OUTSTANDING LOSS RESERVES GROSS OF REINSURANCE (\$000s)

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996	2,453	704	282	155	57	48	30	17	9	4	0	22
1997	2,285	665	408	155	117	85	49	26	19	7	3	
1998	2,172	575	251	167	113	67	54	17	15	6		
1999	1,753	339	270	168	122	87	37	44	21			
2000	2,129	1,377	841	556	287	180	132	72				
2001	5,108	2,959	2,208	1,446	1,086	1,425	993					
2002	9,228	5,596	3,703	3,178	3,846	3,642						
2003	13,343	5,539	3,758	5,441	5,137							
2004	11,260	5,670	7,443	7,611								
2005	16,414	11,428	9,491									
2006	28,135	14,342										
2007	14,197											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996	0.287	0.401	0.550	0.368	0.842	0.625	0.567	0.500	0.412	0.000	21.651.000	
1997	0.291	0.614	0.380	0.755	0.726	0.572	0.540	0.724	0.368	0.429		
1998	0.265	0.437	0.665	0.677	0.591	0.805	0.307	0.888	0.410			
1999	0.193	0.796	0.622	0.726	0.713	0.425	1.181	0.479				
2000	0.647	0.611	0.661	0.516	0.629	0.731	0.542					
2001	0.579	0.746	0.655	0.751	1.312	0.697						
2002	0.606	0.662	0.858	1.210	0.947							
2003	0.415	0.679	1.448	0.944								
2004	0.504	1.313	1.022									
2005	0.696	0.831										
2006	0.510											

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
AVERAGE CASE RESERVE PER OPEN CLAIM**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				1,535	1,462	1,455	1,429	1,417	1,417	700	0	10,825
1997			1,517	1,490	1,519	1,545	1,569	1,641	1,900	2,333	1,500	
1998		1,533	1,540	1,518	1,507	1,591	1,681	1,833	2,930	3,000		
1999	1,536	1,592	1,570	1,556	1,694	1,776	1,850	2,300	2,327			
2000	1,556	1,563	1,552	1,593	1,696	2,404	2,441	2,466				
2001	1,503	1,504	1,573	1,650	1,879	2,750	3,112					
2002	1,500	1,630	1,697	1,888	2,769	3,272						
2003	1,998	1,994	2,204	3,114	3,282							
2004	1,996	2,180	2,936	3,353								
2005	3,032	3,372	3,719									
2006	3,968	4,108										
2007	4,105											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				0.952	0.995	0.982	0.992	1.000	0.494	0.000	32,476.500	
1997			0.983	1.020	1.017	1.015	1.046	1.158	1.228	0.643		
1998		1.004	0.986	0.992	1.056	1.057	1.090	1.598	1.024			
1999	1.036	0.986	0.991	1.089	1.048	1.042	1.243	1.012				
2000	1.004	0.993	1.027	1.065	1.417	1.016	1.010					
2001	1.000	1.046	1.049	1.139	1.464	1.132						
2002	1.086	1.041	1.113	1.466	1.182							
2003	0.998	1.106	1.413	1.054								
2004	1.092	1.347	1.142									
2005	1.112	1.103										
2006	1.035											

Notes:

Data provided by UAIG.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
AVERAGE PAID PER CLOSED WITH PAYMENT CLAIM**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				4,400	4,558	4,638	4,679	4,701	4,792	4,816	4,861	4,858
1997			4,881	5,003	5,198	5,404	5,407	5,496	5,593	5,676	5,669	
1998		4,740	5,830	6,095	6,433	6,697	7,227	7,078	7,129	7,194		
1999	5,273	5,150	5,419	5,568	6,128	6,790	7,471	7,916	8,068			
2000	6,529	6,293	7,067	8,956	11,347	12,048	12,482	12,442				
2001	6,065	5,329	8,098	10,486	13,996	16,905	16,169					
2002	5,058	5,478	6,215	10,136	14,336	14,069						
2003	5,889	5,292	7,081	11,505	11,443							
2004	5,098	5,131	9,121	9,782								
2005	5,524	6,961	7,749									
2006	6,033	6,473										
2007	6,362											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				1.036	1.018	1.009	1.005	1.019	1.005	1.009	0.999	
1997			1.025	1.039	1.040	1.001	1.016	1.018	1.015	0.999		
1998		1.230	1.045	1.056	1.041	1.079	0.979	1.007	1.009			
1999	0.977	1.052	1.027	1.101	1.108	1.100	1.060	1.019				
2000	0.964	1.123	1.267	1.267	1.062	1.036	0.997					
2001	0.879	1.520	1.295	1.335	1.208	0.956						
2002	1.083	1.135	1.631	1.414	0.981							
2003	0.899	1.338	1.625	0.995								
2004	1.006	1.778	1.073									
2005	1.260	1.113										
2006	1.073											

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
AVERAGE INCURRED LOSS PER REPORTED CLAIM**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				1,655	1,736	1,772	1,793	1,804	1,843	1,854	1,873	1,878
1997			1,641	1,817	1,926	2,032	2,048	2,098	2,145	2,180	2,177	
1998		1,274	1,797	1,958	2,124	2,249	2,433	2,418	2,442	2,468		
1999	1,337	1,757	1,913	2,027	2,271	2,557	2,853	3,034	3,114			
2000	1,510	1,480	1,856	2,468	3,364	3,789	4,050	4,100				
2001	1,120	1,014	1,494	2,161	3,354	4,660	4,989					
2002	1,146	1,036	1,231	2,201	3,945	4,493						
2003	1,421	1,064	1,469	2,819	3,301							
2004	1,236	1,158	2,246	2,845								
2005	1,713	1,993	2,559									
2006	2,591	2,597										
2007	3,228											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				1.049	1.021	1.012	1.006	1.022	1.006	1.011	1.003	
1997			1.108	1.060	1.055	1.008	1.024	1.022	1.016	0.999		
1998		1.410	1.090	1.085	1.059	1.082	0.994	1.010	1.011			
1999	1.315	1.089	1.060	1.120	1.126	1.116	1.064	1.026				
2000	0.980	1.254	1.330	1.363	1.127	1.069	1.012					
2001	0.906	1.473	1.446	1.552	1.389	1.070						
2002	0.903	1.188	1.789	1.792	1.139							
2003	0.749	1.381	1.919	1.171								
2004	0.937	1.940	1.267									
2005	1.164	1.284										
2006	1.002											

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
AVERAGE CALENDAR YEAR PAID LOSS PER CALENDAR YEAR CLOSED WITH PAY CLAIM

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996				288	10,178	21,125	12,111	11,993	30,104	18,317	29,607	(307)
1997			888	5,888	12,121	15,000	5,640	13,420	23,248	31,808	(3,263)	
1998		3,078	9,545	10,345	15,000	16,987	113,101	(420)	24,457	29,400		
1999	5,273	5,094	9,939	8,058	25,334	32,005	37,697	119,145	23,280			
2000	6,529	5,833	9,448	23,692	31,067	21,735	24,546	10,438				
2001	6,065	5,142	14,784	18,100	28,860	35,718	10,895					
2002	5,058	5,792	7,762	23,151	27,041	12,585						
2003	5,889	4,867	11,900	28,985	11,158							
2004	5,098	5,163	23,596	12,438								
2005	5,524	8,010	9,551									
2006	6,033	6,668										
2007	6,362											

<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996				35.357	2.076	0.573	0.990	2.510	0.608	1.616	(0.010)	
1997			6.633	2.059	1.238	0.376	2.379	1.732	1.368	(0.103)		
1998		3.101	1.084	1.450	1.132	6.658	(0.004)	(58.231)	1.202			
1999	0.966	1.951	0.811	3.144	1.263	1.178	3.161	0.195				
2000	0.893	1.620	2.508	1.311	0.700	1.129	0.425					
2001	0.848	2.875	1.224	1.595	1.238	0.305						
2002	1.145	1.340	2.983	1.168	0.465							
2003	0.826	2.445	2.436	0.385								
2004	1.013	4.570	0.527									
2005	1.450	1.192										
2006	1.105											

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
TOTAL REOPENED CLAIMS (CLOSED WITH PAY, CLOSED NO PAY COMBINED) - CUMULATIVE

Accident Year	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996					847	862	865	865	868	869	869	869
1997				704	732	754	764	771	772	772	772	
1998			533	580	597	608	613	617	618	619		
1999		380	457	484	497	520	528	532	533			
2000	224	559	681	750	794	828	866	873				
2001	99	454	769	998	1,193	1,423	1,536					
2002	139	920	1,537	2,038	2,656	3,073						
2003	246	1,200	2,028	2,816	3,405							
2004	398	1,712	2,819	3,522								
2005	408	1,923	2,852									
2006	429	1,749										
2007	136											

TOTAL REOPENED CLAIMS (CLOSED WITH PAY, CLOSED NO PAY COMBINED) - INCREMENTAL

Accident Year	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996						15	3	0	3	1	0	0
1997					28	22	10	7	1	0	0	
1998				47	17	11	5	4	1	1		
1999			77	27	13	23	8	4	1			
2000		335	122	69	44	34	38	7				
2001	99	355	315	229	195	230	113					
2002	139	781	617	501	618	417						
2003	246	954	828	788	589							
2004	398	1,314	1,107	703								
2005	408	1,515	929									
2006	429	1,320										
2007	136											

TOTAL REOPENED CLAIMS (CLOSED WITH PAY, CLOSED NO PAY COMBINED) - INCREMENTAL / REPORTED CLAIMS

Accident Year	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996						0.3%	0.1%	0.0%	0.1%	0.0%	0.0%	0.0%
1997					0.8%	0.7%	0.3%	0.2%	0.0%	0.0%	0.0%	
1998				1.6%	0.6%	0.4%	0.2%	0.1%	0.0%	0.0%		
1999			2.9%	1.0%	0.5%	0.9%	0.3%	0.2%	0.0%			
2000		9.4%	3.4%	1.9%	1.2%	0.9%	1.1%	0.2%				
2001	1.9%	5.8%	5.1%	3.7%	3.2%	3.7%	1.8%					
2002	1.4%	6.8%	5.4%	4.4%	5.4%	3.6%						
2003	2.0%	7.1%	6.1%	5.8%	4.4%							
2004	2.9%	8.9%	7.4%	4.7%								
2005	3.2%	10.7%	6.5%									
2006	3.2%	8.9%										
2007	2.3%											

TOTAL REOPENED CLAIMS (CLOSED WITH PAY, CLOSED NO PAY COMBINED) - INCREMENTAL / EARNED PREMIUM

Accident Year	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996						14%	3%	0%	3%	1%	0%	0%
1997					31%	24%	11%	8%	1%	0%	0%	
1998				58%	21%	14%	6%	5%	1%	1%		
1999			117%	41%	20%	35%	12%	6%	2%			
2000		393%	143%	81%	52%	40%	45%	8%				
2001	46%	166%	148%	107%	91%	108%	1%					
2002	24%	134%	106%	86%	106%	72%						
2003	29%	111%	97%	69%								
2004	36%	118%	100%	63%								
2005	35%	132%	81%									
2006	38%	117%										
2007	13%											

Notes:
 Data provided by UAIG.
 Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) EXCLUDING COMMERCIAL AUTO
RATIO INCREMENTAL CLOSED WITH PAY CLAIMS TO TOTAL CLOSED CLAIMS

INCREMENTAL CLOSED CLAIMS (NET OF REOPENED CLAIMS)

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996					66	7	12	10	6	3	2	1
1997				166	28	24	24	15	6	7	1	
1998			225	54	36	34	10	23	4	3		
1999		1,199	47	73	36	29	29	3	10			
2000	1,807	871	352	199	182	94	21	25				
2001	1,834	2,325	598	544	299	64	199					
2002	4,043	3,930	1,319	513	327	288						
2003	5,554	5,089	1,124	-4	197							
2004	8,068	4,118	151	294								
2005	7,467	3,341	898									
2006	6,439	4,889										
2007	2,423											

INCREMENTAL CLOSED CLAIMS WITH PAYMENTS (GROSS OF REOPENED CLAIMS) - FLORIDA ONLY

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996						22	12	6	7	3	3	1
1997					56	33	16	12	6	5	1	
1998				81	43	30	13	25	7	4		
1999			88	59	36	29	30	13	12			
2000		253	209	123	117	88	69	32				
2001	124	481	287	294	318	331	304					
2002	486	686	468	542	935	815						
2003	683	948	646	811	884							
2004	1,114	1,146	912	1,019								
2005	987	1,438	1,306									
2006	1,066	2,722										
2007	736											

INCREMENTAL CLOSED CLAIMS WITH PAYMENTS (GROSS OF REOPENED) TO INCREMENTAL CLOSED CLAIMS (NET OF REOPENED)

<u>Accident Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1995						314%	100%	60%	117%	100%	150%	100%
1996					200%	138%	67%	80%	100%	71%	100%	
1997				150%	119%	88%	130%	109%	175%	133%		
1998			187%	81%	100%	100%	103%	433%	120%			
1999		29%	59%	62%	64%	94%	329%	128%				
2000	7%	21%	48%	54%	106%	517%	153%					
2001	12%	17%	35%	106%	286%	283%						
2002	12%	19%	57%	-20275%	449%							
2003	14%	28%	604%	347%								
2004	13%	43%	145%									
2005	17%	56%										
2006	30%											
Weighted Average - All	13%	24%	68%	124%	155%	212%	146%	110%	125%	80%	150%	
Prior Selected	14%	26%	65%	75%	75%	85%	85%	85%	90%	95%	100%	100%
<u>Selected</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
Age to Age	14%	26%	65%	75%	75%	85%	85%	85%	90%	95%	100%	100%

Notes:
Data provided by UAIG.
Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE
EXCLUDING COMMERCIAL AUTO
ALAE RESERVE ANALYSIS AS OF JUNE 30, 2007

SUMMARY OF RESERVES AS OF JUNE 30, 2007

Accident Year	Selected Ultimate ALAE (1)	Paid ALAE as of 6/30/07 (2)	ALAE Reserves as of 6/30/07 (3)=(1)-(2)
1/1/96-12/31/96	1,793	1,793	0
1/1/97-12/31/97	2,460	2,449	10
1/1/98-12/31/98	2,309	2,280	28
1/1/99-12/31/99	1,870	1,824	47
1/1/00-12/31/00	2,875	2,774	101
1/1/01-12/31/01	8,861	8,522	339
1/1/02-12/31/02	17,612	16,350	1,263
1/1/03-12/31/03	18,953	15,818	3,135
1/1/04-12/31/04	21,986	15,415	6,571
1/1/05-12/31/05	24,909	14,097	10,812
1/1/06-12/31/06	24,926	8,581	16,345
1/1/07-12/31/07	17,841	771	8,052 *
Total	146,396	90,675	46,702

Notes:

Column (1) is from , Column (6).

Column (2) provided by UAIG.

* The 1/1/07-12/31/07 accident year is adjusted for the partial year as of 6/30/07.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE
EXCLUDING COMMERCIAL AUTO
ALAE RESERVE ANALYSIS AS OF JUNE 30, 2007

ESTIMATE OF ULTIMATE LOSS BASED ON THE FOLLOWING:

Accident Year	Paid Loss Development Method (1)	Paid B-F Method (2)	Paid ALAE/ Loss Method (3)	Closed w Pay Avg. Severity Method (4)	Paid ALAE as of 6/30/07 (5)	Selected Ultimate ALAE (6)	Implied ALAE Ratio (7)
1/1/96-12/31/96	1,793	1,793	1,797	1,793	1,793	1,793	16.5%
1/1/97-12/31/97	2,455	2,460	2,460	2,452	2,449	2,460	26.8%
1/1/98-12/31/98	2,298	2,309	2,285	2,284	2,280	2,309	28.6%
1/1/99-12/31/99	1,855	1,870	1,836	1,837	1,824	1,870	28.4%
1/1/00-12/31/00	2,862	2,875	2,823	2,816	2,774	2,875	33.8%
1/1/01-12/31/01	8,996	8,861	9,551	8,982	8,522	8,861	41.5%
1/1/02-12/31/02	18,029	17,612	19,977	17,909	16,350	17,612	30.3%
1/1/03-12/31/03	18,990	18,953	19,789	17,924	15,818	18,953	22.1%
1/1/04-12/31/04	21,484	22,231	19,784	18,470	15,415	21,986	19.8%
1/1/05-12/31/05	25,528	25,165	20,062	17,877	14,097	24,909	21.7%
1/1/06-12/31/06	29,338	25,317	17,499	12,738	8,581	24,926	22.1%
1/1/07-12/31/07	14,388	17,841	19,050	12,101	771	17,841	17.1%
Total	148,017	147,286	136,911	117,183	90,675	146,396	

Notes:

Column (1) is from , Column (3).

Column (2) is from , Column (5).

Column (3) is from , Column (5).

Column (4) is from , Column (7) + Paid ALAE.

Column (5) provided by UAIG.

Column (6) based on Columns (1) through (5) and actuarial judgment.

Column (7) equals Column (6) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE
EXCLUDING COMMERCIAL AUTO
ALAE RESERVE ANALYSIS AS OF JUNE 30, 2007

PAID BORNHUETTER-FERGUSON METHOD

Accident Year	Expected Estimate of Ultimate ALAE (1)	Age to Ultimate Factors (2)	Unpaid ALAE (3)	Paid ALAE as of 6/30/07 (4)	Estimated Ultimate ALAE (5)=(3)+(4)	Indicated Loss Ratio (6)
1/1/96-12/31/96	5,923	1.000	0	1,793	1,793	16.5%
1/1/97-12/31/97	4,167	1.003	10	2,449	2,460	26.8%
1/1/98-12/31/98	3,702	1.008	28	2,280	2,309	28.6%
1/1/99-12/31/99	2,798	1.017	47	1,824	1,870	28.4%
1/1/00-12/31/00	3,274	1.032	101	2,774	2,875	33.8%
1/1/01-12/31/01	6,433	1.056	339	8,522	8,861	41.5%
1/1/02-12/31/02	13,553	1.103	1,263	16,350	17,612	30.3%
1/1/03-12/31/03	18,765	1.201	3,135	15,818	18,953	22.1%
1/1/04-12/31/04	24,129	1.394	6,816	15,415	22,231	20.0%
1/1/05-12/31/05	24,716	1.811	11,067	14,097	25,165	21.9%
1/1/06-12/31/06	23,654	3.419	16,736	8,581	25,317	22.5%
1/1/07-12/31/07	18,037	18.663	17,070	771	17,841	17.1%
Total	149,150		56,611	90,675	147,286	

Notes:

Column (1) is the average of , Column (7).

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

Column (3) equals $[(1) \times \{ 1.0 - 1.0 / (2) \}]$.

Columns (4) provided by UAIG.

Column (6) equals Column (5) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE
EXCLUDING COMMERCIAL AUTO
ALAE RESERVE ANALYSIS AS OF JUNE 30, 2007

PAID LOSS DEVELOPMENT METHOD

Accident Year	Paid ALAE as of 6/30/07 (1)	Age to Ultimate Factors (2)	Estimated Ultimate ALAE (3)=(1)x(2)	Earned Premium \$000s (4)	Indicated ALAE Ratio (5)=(3)/(4)
1/1/96-12/31/96	1,793	1.000	1,793	10,875	16.5%
1/1/97-12/31/97	2,449	1.003	2,455	9,167	26.8%
1/1/98-12/31/98	2,280	1.008	2,298	8,078	28.4%
1/1/99-12/31/99	1,824	1.017	1,855	6,590	28.1%
1/1/00-12/31/00	2,774	1.032	2,862	8,515	33.6%
1/1/01-12/31/01	8,522	1.056	8,996	21,344	42.1%
1/1/02-12/31/02	16,350	1.103	18,029	58,091	31.0%
1/1/03-12/31/03	15,818	1.201	18,990	85,622	22.2%
1/1/04-12/31/04	15,415	1.394	21,484	110,929	19.4%
1/1/05-12/31/05	14,097	1.811	25,528	114,934	22.2%
1/1/06-12/31/06	8,581	3.419	29,338	112,757	26.0%
1/1/07-12/31/07	771	18.663	14,388	104,564	13.8%
Total	90,675		148,017	651,466	

Notes:

Columns (1) and (4) provided by UAIG.

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE
EXCLUDING COMMERCIAL AUTO
ALAE RESERVE ANALYSIS AS OF JUNE 30, 2007

PAID ALAE TO PAID LOSS AND ALAE METHOD

Accident Year	Paid ALAE/Loss Ratio (1)	Age to Ultimate Factors (2)	Projected Ultimate Paid ALAE/Loss Ratio (3)=(1)x(2)	Selected Ultimate Loss (4)	Estimated Ultimate ALAE (5)=(3)x(4)	Indicated ALAE Ratio (6)
1/1/96-12/31/96	22.0%	1.000	22.0%	8,173	1,797	16.5%
1/1/97-12/31/97	33.8%	1.000	33.8%	7,270	2,460	26.8%
1/1/98-12/31/98	30.8%	0.998	30.7%	7,439	2,285	28.3%
1/1/99-12/31/99	22.3%	0.994	22.2%	8,273	1,836	27.9%
1/1/00-12/31/00	19.0%	0.992	18.8%	14,983	2,823	33.1%
1/1/01-12/31/01	28.6%	0.984	28.1%	33,981	9,551	44.7%
1/1/02-12/31/02	33.9%	0.958	32.5%	61,411	19,977	34.4%
1/1/03-12/31/03	40.0%	0.899	36.0%	54,963	19,789	23.1%
1/1/04-12/31/04	44.3%	0.816	36.2%	54,708	19,784	17.8%
1/1/05-12/31/05	52.2%	0.743	38.8%	51,740	20,062	17.5%
1/1/06-12/31/06	35.5%	0.810	28.8%	60,770	17,499	15.5%
1/1/07-12/31/07	16.1%	1.957	31.5%	60,396	19,050	18.2%
Total				424,105	136,911	

Notes:

Column (1) is from .

The age to ultimate factors in Column (2) are based on an analysis of UAIG and industry data.

Column (4) selected ultimate losses from loss exhibits.

Column (6) equals Column (5) divided by Earned Premium.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE
EXCLUDING COMMERCIAL AUTO
ALAE RESERVE ANALYSIS AS OF JUNE 30, 2007

LOSS RATIO METHOD - RETAINED LIMITS

Accident Year	Initial Estimated Ultimate ALAE (1)	Rate Level Adjustment (2)	Earned Premium \$000s (3)	Indicated ALAE Ratio (4)	Trended to 2007 ALAE Ratio (5)	Smoothed ALAE Ratio (6)	Expected Ultimate ALAE (7)=(3)x(6)
1/1/96-12/31/96	1,793	3.157	10,875	5.2%	5.2%	54.5%	5,923
1/1/97-12/31/97	2,455	2.635	9,167	10.2%	10.2%	45.5%	4,167
1/1/98-12/31/98	2,298	2.657	8,078	10.7%	10.7%	45.8%	3,702
1/1/99-12/31/99	1,855	2.461	6,590	11.4%	11.4%	42.5%	2,798
1/1/00-12/31/00	2,862	2.229	8,515	15.1%	15.1%	38.5%	3,274
1/1/01-12/31/01	8,996	1.747	21,344	24.1%	24.1%	30.1%	6,433
1/1/02-12/31/02	18,029	1.353	58,091	22.9%	22.9%	23.3%	13,553
1/1/03-12/31/03	18,990	1.271	85,622	17.5%	17.5%	21.9%	18,765
1/1/04-12/31/04	21,484	1.261	110,929	15.4%	15.4%	21.8%	24,129
1/1/05-12/31/05	25,528	1.247	114,934	17.8%	17.8%	21.5%	24,716
1/1/06-12/31/06	29,338	1.216	112,757	21.4%	21.4%	21.0%	23,654
1/1/07-12/31/07	14,388	1.000	104,564	13.8%	13.8%	17.2%	18,037
Total	148,017		651,466				149,150

AVERAGES AT THE 1/1/07-12/31/07 LEVEL

Average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06:	15.6%
Average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06 excluding extremes:	15.8%
Average of accident years 1/1/02-12/31/02 through 1/1/06-12/31/06 excluding extremes:	18.9%
Weighted average of accident years 1/1/96-12/31/96 through 1/1/05-12/31/05:	16.7%
Weighted average of accident years 1/1/03-12/31/03 through 1/1/05-12/31/05:	16.8%
Indicated accident year 1/1/07-12/31/07 loss ratio:	17.2%

Notes:

Column (1) is derived from , Column (3).

Column (2) is used to adjust for rate changes.

Column (3) provided by UAIG.

Column (4) equals $[(1) / ((2) \times (3))]$.

Column (5) equals Column (4) trended by loss ratio trend of 0.00%.

Column (6) is the selected loss ratio, detrended by loss ratio trend of 0.00%.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP)
EXCLUDING COMMERCIAL AUTO
ALAE RESERVE ANALYSIS AS OF JUNE 30, 2007

AVERAGE SEVERITY METHOD - RETAINED LIMITS - CLOSED WITH PAY

Accident Year	CY 2007 ALAE Payments (\$000s) (1)	CY 2007 Claims Closed w Pay (2)	Indicated Average Payment Cl w Pay (\$000s) (3)=(1)/(2)	Trended Average Payment Cl w Pay (\$000s) (4)	Smoothed Average Payment Cl w Pay (\$000s) (5)	Est Open & IBNR Claims w Pay (6)	Est Unpaid ALAE (\$000s) (7)=(6)x(5)
1/1/96-12/31/96	14	1	13.8	13.8	1.7	0	0
1/1/97-12/31/97	3	1	2.7	2.7	1.7	2	3
1/1/98-12/31/98	2	4	0.6	0.6	1.7	2	3
1/1/99-12/31/99	21	12	1.7	1.7	1.7	8	13
1/1/00-12/31/00	36	32	1.1	1.1	1.7	25	42
1/1/01-12/31/01	328	302	1.1	1.1	1.7	273	459
1/1/02-12/31/02	1,068	774	1.4	1.4	1.7	928	1,559
1/1/03-12/31/03	1,219	823	1.5	1.5	1.7	1,254	2,106
1/1/04-12/31/04	1,916	941	2.0	2.0	1.7	1,819	3,055
1/1/05-12/31/05	2,836	1,147	2.5	2.5	1.7	2,250	3,779
1/1/06-12/31/06	3,800	2,657	1.4	1.4	1.7	2,475	4,157
1/1/07-12/31/07	771	736	1.0	1.0	1.7	6,746	11,330
Total/Avg	12,013	7,430					26,508

AVERAGES AT THE 1/1/07-12/31/07 LEVEL

Average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06:	2.7
Average of accident years 1/1/96-12/31/96 through 1/1/05-12/31/05 excluding extremes:	1.7
Average of accident years 1/1/02-12/31/02 through 1/1/06-12/31/06 excluding extremes:	1.6
Weighted average of accident years 1/1/96-12/31/96 through 1/1/06-12/31/06:	1.7
Weighted average of accident years 1/1/02-12/31/02 through 1/1/05-12/31/05:	1.9
Selected accident year 1/1/07-12/31/07 average severity	1.7

Notes:

Columns (1) and (2) provided by UAIG.

Column (6) from main PIP loss study.

Column (4) equals Column (3) trended by severity trend of 0.00%.

Column (5) for all accident years is the selected accident year severity,
detrended by severity trend of 0.00%

**UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE EXCLUDING COMMERCIAL AUTO
CUMULATIVE PAID ALAE GROSS OF REINSURANCE (\$000s)**

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996	267	953	1,397	1,554	1,651	1,666	1,699	1,714	1,745	1,769	1,779	1,793
1997	405	1,566	1,852	2,114	2,217	2,347	2,375	2,405	2,438	2,446	2,449	
1998	798	1,389	1,738	1,872	2,056	2,180	2,217	2,250	2,278	2,280		
1999	653	1,107	1,193	1,338	1,496	1,606	1,718	1,803	1,824			
2000	608	1,099	1,567	1,983	2,284	2,560	2,739	2,774				
2001	664	3,539	4,986	5,888	6,973	8,195	8,522					
2002	2,091	7,987	10,129	12,450	15,282	16,350						
2003	3,007	7,663	10,874	14,599	15,818							
2004	2,968	8,253	13,499	15,415								
2005	3,154	11,261	14,097									
2006	4,781	8,581										
2007	771											
<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
<u>Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996	3.569	1.466	1.112	1.062	1.009	1.020	1.009	1.018	1.014	1.006	1.008	
1997	3.867	1.183	1.141	1.049	1.059	1.012	1.013	1.014	1.004	1.001		
1998	1.741	1.251	1.077	1.098	1.060	1.017	1.015	1.012	1.001			
1999	1.695	1.078	1.122	1.118	1.074	1.070	1.050	1.011				
2000	1.808	1.426	1.265	1.152	1.121	1.070	1.013					
2001	5.332	1.409	1.181	1.184	1.175	1.040						
2002	3.821	1.268	1.229	1.228	1.070							
2003	2.548	1.419	1.343	1.083								
2004	2.780	1.636	1.142									
2005	3.570	1.252										
2006	1.795											
All Yrs Wtd	3.066	1.408	1.239	1.175	1.112	1.038	1.020	1.014	1.008	1.006		
All Yrs Avg	3.073	1.348	1.184	1.127	1.083	1.038	1.021	1.015	1.009	1.006		
All Yrs Avg x Hi/Lo	2.963	1.346	1.175	1.123	1.078	1.036	1.014	1.014				
Last 5 Yrs Wtd Avg	3.257	1.439	1.261	1.194	1.124	1.038						
Last 3 Yrs Wtd Avg	2.977	1.443	1.267	1.208	1.149	1.052	1.024	1.014				
Prior Selected	3.082	1.408	1.222	1.118	1.067	1.030	1.018	1.012	1.007	1.005	1.000	1.000
Selected												
Age to Age	3.082	1.408	1.222	1.118	1.067	1.030	1.018	1.012	1.007	1.005	1.000	1.000
Age to Ultimate	6.786	2.202	1.563	1.280	1.145	1.073	1.042	1.024	1.012	1.005	1.000	1.000
% Paid	14.7%	45.4%	64.0%	78.1%	87.3%	93.2%	95.9%	97.7%	98.8%	99.5%	100.0%	100.0%

Notes:

Data provided by UAIG.
Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE EXCLUDING COMMERCIAL AUTO
CUMULATIVE PAID LOSS GROSS OF REINSURANCE (\$000s)

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996	2,552	6,050	6,571	7,031	7,489	7,658	7,767	7,827	8,008	8,063	8,151	8,151
1997	1,943	4,125	5,042	5,884	6,284	6,674	6,764	6,952	7,115	7,242	7,239	
1998	1,134	3,233	5,142	5,711	6,266	6,691	7,256	7,248	7,321	7,409		
1999	1,371	4,244	4,731	5,150	5,834	6,634	7,463	7,940	8,173			
2000	2,664	3,889	5,788	8,276	11,755	13,385	14,367	14,607				
2001	752	3,256	6,996	11,901	19,636	27,387	29,849					
2002	2,458	6,217	10,416	22,108	41,604	48,174						
2003	4,040	8,737	16,032	32,640	39,513							
2004	5,679	11,446	25,958	34,776								
2005	5,651	16,872	26,996									
2006	6,913	24,143										
2007	4,784											

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36.

UNITED AUTO INSURANCE COMPANY
PERSONAL INJURY PROTECTION (PIP) ALAE EXCLUDING COMMERCIAL AUTO
RATIO OF CUMULATIVE PAID ALAE TO CUMULATIVE PAID LOSS

<u>Accident Year</u>	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>	<u>72</u>	<u>84</u>	<u>96</u>	<u>108</u>	<u>120</u>	<u>132</u>	<u>144</u>
1996	0.105	0.158	0.213	0.221	0.220	0.218	0.219	0.219	0.218	0.219	0.218	0.220
1997	0.208	0.380	0.367	0.359	0.353	0.352	0.351	0.346	0.343	0.338	0.338	
1998	0.704	0.430	0.338	0.328	0.328	0.326	0.306	0.310	0.311	0.308		
1999	0.476	0.261	0.252	0.260	0.256	0.242	0.230	0.227	0.223			
2000	0.228	0.283	0.271	0.240	0.194	0.191	0.191	0.190				
2001	0.883	1.087	0.713	0.495	0.355	0.299	0.286					
2002	0.851	1.285	0.972	0.563	0.367	0.339						
2003	0.744	0.877	0.678	0.447	0.400							
2004	0.523	0.721	0.520	0.443								
2005	0.558	0.667	0.522									
2006	0.692	0.355										
2007	0.161											
<u>Accident Year</u>	<u>Age - to - Age Factors</u>											
<u>Year</u>	<u>12-24</u>	<u>24-36</u>	<u>36-48</u>	<u>48-60</u>	<u>60-72</u>	<u>72-84</u>	<u>84-96</u>	<u>96-108</u>	<u>108-120</u>	<u>120-132</u>	<u>132-144</u>	<u>144-Ult</u>
1996	1.506	1.350	1.040	0.997	0.987	1.005	1.001	0.995	1.007	0.995	1.008	
1997	1.821	0.968	0.978	0.982	0.997	0.998	0.985	0.991	0.986	1.002		
1998	0.611	0.787	0.970	1.001	0.993	0.938	1.016	1.002	0.989			
1999	0.548	0.967	1.030	0.987	0.944	0.951	0.987	0.983				
2000	1.238	0.958	0.885	0.811	0.984	0.997	0.996					
2001	1.231	0.656	0.694	0.718	0.843	0.954						
2002	1.510	0.757	0.579	0.652	0.924							
2003	1.178	0.773	0.659	0.895								
2004	1.379	0.721	0.852									
2005	1.196	0.782										
2006	0.514											
All Yrs Wtd	1.164	0.789	0.766	0.841	0.953	0.976	0.997	0.996	0.994	0.995		
All Yrs Avg	1.222	0.882	0.854	0.878	0.958	0.978	0.997	0.996	0.996	0.995		
All Yrs Avg x Hi/Lo	1.231	0.847	0.869	0.899	0.977	0.982	0.994	0.995				
Last 5 Yrs Wtd Avg	1.303	0.742	0.694	0.796	0.948	0.976						
Last 3 Yrs Wtd Avg	1.241	0.753	0.637	0.707	0.909	0.957	0.996	0.996				
Prior Selected	1.272	0.924	0.897	0.916	0.960	0.987	0.998	0.997	0.996	1.000	1.000	1.000
Selected												
Age to Age	1.272	0.924	0.897	0.916	0.960	0.987	0.998	0.997	0.996	1.000	1.000	1.000
Age to Ultimate	0.907	0.713	0.772	0.860	0.939	0.978	0.991	0.993	0.996	1.000	1.000	1.000
% ALAE to Loss	110.2%	140.2%	129.6%	116.3%	106.5%	102.2%	100.9%	100.7%	100.4%	100.0%	100.0%	100.0%

Notes:

Data provided by UAIG.

Last diagonal is as of 6, 18, 30, etc. rather than 12, 24, 36 and is excluded from all averages.

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