

AIG Companies

Commercial Fire & Allied Lines

Vermont

COMPANY EXCEPTION PAGE

Our Expected Loss Ratios are as follows:

Line of Business

| | |
|--------------------------------|-------|
| Commercial Fire & Allied Lines | 0.558 |
| Factor to remove ULAE | 1.049 |
| <u>ELR excluding ULAE</u> | 0.532 |
| Tax Multiplier * | 1.031 |

These loss ratios apply to the following rating plans:

Experience & Schedule Rating Plan +
Composite Rating Plan
Retrospective Rating Plan *

+ Schedule Debits & Credits are added together to determine the final Schedule Modification. The calculated Experience Modification (Credit or Debit) & the Schedule Modification (Credit or Debit) are multiplied together to develop the final Experience & Schedule Rating Plan Modification.