**EXPLANATORY MEMO**

The New Hampshire Insurance Companies (the “Company”) is introducing an exception page to the Division Six Commercial General Liability under the Commercial Lines Classification Table for classification code 98510 Oil or Natural Gas Lease Operations - for an Oil and Gas operators program (the “Program”).

We are proposing to amend the current premium basis from “payroll’ to “each well’ for classification code 98510. We believe an ‘each well’ rating basis more appropriately addresses the activities and exposures occurring within this highly specialized market segment.

This is a rule filing only; therefore, there is no rate impact.