

# RECAP OF 2008 ALASKA PROPERTY & CASUALTY BUSINESS<sup>1</sup> (\$000)

|   | DIRECT<br>PREMIUMS<br>WRITTEN | % OF<br>TOTAL<br>PREMIUMS | DIRECT<br>PREMIUMS<br>EARNED | DIRECT<br>LOSSES<br>INCURRED | %<br>LOSS<br>RATIO |        |
|---|-------------------------------|---------------------------|------------------------------|------------------------------|--------------------|--------|
| Fire  | 21,472                        | 1.60                      | 19,510                       | 15,108                       | 77.43              |        |
| Allied lines                                      |                               | 11,318                    | 0.84                         | 11,389                       | 1,824              | 16.01  |
| Multiple peril crop                               |                               | 42                        | 0.00                         | 42                           | -4                 | -8.61  |
| Federal flood                                     |                               | 2,004                     | 0.15                         | 1,756                        | 571                | 32.49  |
| Farmowners multiple peril                         |                               | 507                       | 0.04                         | 489                          | 105                | 21.45  |
| Homeowners multiple peril                         |                               | 118,208                   | 8.82                         | 117,893                      | 57,104             | 48.44  |
| Commercial multiple peril (non-liability portion) |                               | 63,913                    | 4.77                         | 65,081                       | 26,193             | 40.25  |
| Commercial multiple peril (liability portion)     |                               | 40,120                    | 2.99                         | 38,672                       | 12,307             | 31.82  |
| Mortgage guaranty                                 |                               | 18,819                    | 1.40                         | 18,471                       | 10,681             | 57.83  |
| Ocean marine                                      |                               | 26,975                    | 2.01                         | 26,701                       | 10,617             | 39.76  |
| Inland marine                                     |                               | 105,375                   | 7.86                         | 107,197                      | 4,133              | 3.86   |
| Financial guaranty                                |                               | 1,293                     | 0.10                         | 5,080                        | 0                  | 0.00   |
| Medical malpractice                               |                               | 19,239                    | 1.44                         | 19,100                       | 65                 | 0.34   |
| Earthquake  |                               | 14,031                    | 1.05                         | 14,210                       | -19                | -0.13  |
| Group accident and health                         |                               | 4,917                     | 0.37                         | 4,627                        | 3,075              | 66.45  |
| Credit A&H (group and individual)                 |                               | 923                       | 0.07                         | 908                          | 151                | 16.61  |
| Collectively renewable A&H                        |                               | 1                         | 0.00                         | 1                            | 0                  | 4.33   |
| Non-cancelable A&H                                |                               | 0                         | 0.00                         | 0                            | 0                  | 0.00   |
| Guaranteed renewable A&H                          |                               | 2,227                     | 0.17                         | 816                          | 1,482              | 181.59 |
| Non-renewable for stated reasons only             |                               | 1,023                     | 0.08                         | 1,056                        | 306                | 29.00  |
| Other accident only                               |                               | 89                        | 0.01                         | 94                           | 11                 | 12.06  |
| Medicare Title XVIII exempt from state taxes or   |                               | 0                         | 0.00                         | 0                            | 0                  | 0.00   |
| All other A&H                                     |                               | 182                       | 0.01                         | 181                          | 16                 | 8.96   |
| Federal employees health benefits program         |                               | 0                         | 0.00                         | 0                            | 0                  | 0.00   |
| Workers' compensation                             |                               | 284,779                   | 21.25                        | 292,037                      | 101,976            | 34.92  |
| Other liability                                   |                               | 74,314                    | 5.55                         | 74,106                       | 11,055             | 14.92  |
| Excess workers' compensation                      |                               | 6,596                     | 0.49                         | 5,186                        | 3,532              | 68.11  |
| Products liability                                |                               | 4,425                     | 0.33                         | 4,395                        | 798                | 18.15  |
| Private passenger auto no-fault (personal injury) |                               | 0                         | 0.00                         | 0                            | 30                 | 0.00   |
| Other private passenger auto liability            |                               | 230,625                   | 17.21                        | 229,186                      | 150,179            | 65.53  |
| Commercial auto no-fault (personal injury)        |                               | 0                         | 0.00                         | 0                            | 0                  | 0.00   |
| Other commercial auto liability                   |                               | 50,237                    | 3.75                         | 50,871                       | 15,398             | 30.27  |
| Private passenger auto physical damage            |                               | 144,459                   | 10.78                        | 144,284                      | 68,506             | 47.48  |
| Commercial auto physical damage                   |                               | 19,898                    | 1.48                         | 20,945                       | 8,254              | 39.41  |
| Aircraft (all perils)                             |                               | 33,016                    | 2.46                         | 31,758                       | 14,072             | 44.31  |
| Fidelity  |                               | 2,036                     | 0.15                         | 1,974                        | 311                | 15.73  |
| Surety  | 26,535                        | 1.98                      | 27,449                       | 2,469                        | 8.99               |        |
| Burglary and theft                                |                               | 219                       | 0.02                         | 194                          | 50                 | 25.99  |
| Boiler and machinery                              |                               | 5,203                     | 0.39                         | 4,933                        | 1,151              | 23.33  |
| Credit 839  |                               | 0.06                      | 536                          | 516                          | 96.20              |        |
| Warranty  |                               | 2,618                     | 0.20                         | 1,669                        | 1,100              | 65.95  |
| <b>Total</b>                                      | <b>1,339,917</b>              | <b>100.00</b>             | <b>1,344,190</b>             | <b>523,688</b>               | <b>38.96</b>       |        |

1. The information contained in the Statistical & Financial Data reports is based on calendar year data. It should not be used to make determinations about the adequacy or excessiveness of insurance premiums because:

- a. Calendar year data does not match losses with the premiums used to pay the losses. In any calendar year, some of the losses incurred by an insurer in that calendar year will be from policies that were issued in prior years.
- b. Incurred loss data includes only amounts that an insurer pays as losses for items such as medical treatment and repairing or replacing damaged property. Loss data in these exhibits does not include other costs associated with settling claims such as attorney fees and adjusting costs. The loss data also does not include an insurer's operating expenses.

2. Health business detail and market share are located on pages 109-111.