

Exhibit C

Determination of 1/1/2005 Expected Loss Rates for Certain 'a' Rated Classes

The Expected Loss Rate (ELR) for the classes 4800, 4804, 4806, 4818, 4820, and 8837 should be determined as follows:

ELR Determination:

1. Determine the 1/1/2005 relativity for the individual risk by dividing the actual rate charged per \$100 of payroll by the carrier's deviation from the 1/1/2005 relativities expressed as a factor (e.g. a -20% deviation would be expressed as a factor of 0.800). If the carrier does not have a single deviation for all class codes, an average deviation should be determined.
2. Determine the individual risk's ELR by multiplying the product determined in number 1 above, by a factor of 0.401.

D-Ratios

Class Code	D-Ratio
4800	0.35
4804	0.33
4806	0.32
4818	0.35
4820	0.20
8837	0.25