

**NEW JERSEY HOMEOWNER
AIS RISK CONSULTANTS FAST TRACK TREND ANALYSIS**

Summary of Loss Trends Based on Fast Track Data Through 03/31/2010

New Jersey Homeowner Forms 1-3 and 5

	Linear Loss Trends					Exponential Loss Trends				
	<u>16 Points</u>	<u>12 Points</u>	<u>9 Points</u>	<u>8 Points</u>	<u>6 Points</u>	<u>16 Points</u>	<u>12 Points</u>	<u>9 Points</u>	<u>8 Points</u>	<u>6 Points</u>
Claim Cost	3.4%	2.0%	0.8%	-0.9%	-4.9%	3.6%	1.9%	0.7%	-1.1%	-5.3%
Claim Frequency	3.4%	2.2%	8.0%	13.6%	21.5%	3.3%	1.8%	7.6%	13.3%	20.4%
Pure Premium	6.3%	3.8%	8.1%	11.6%	14.0%	7.0%	3.8%	8.3%	12.0%	14.1%

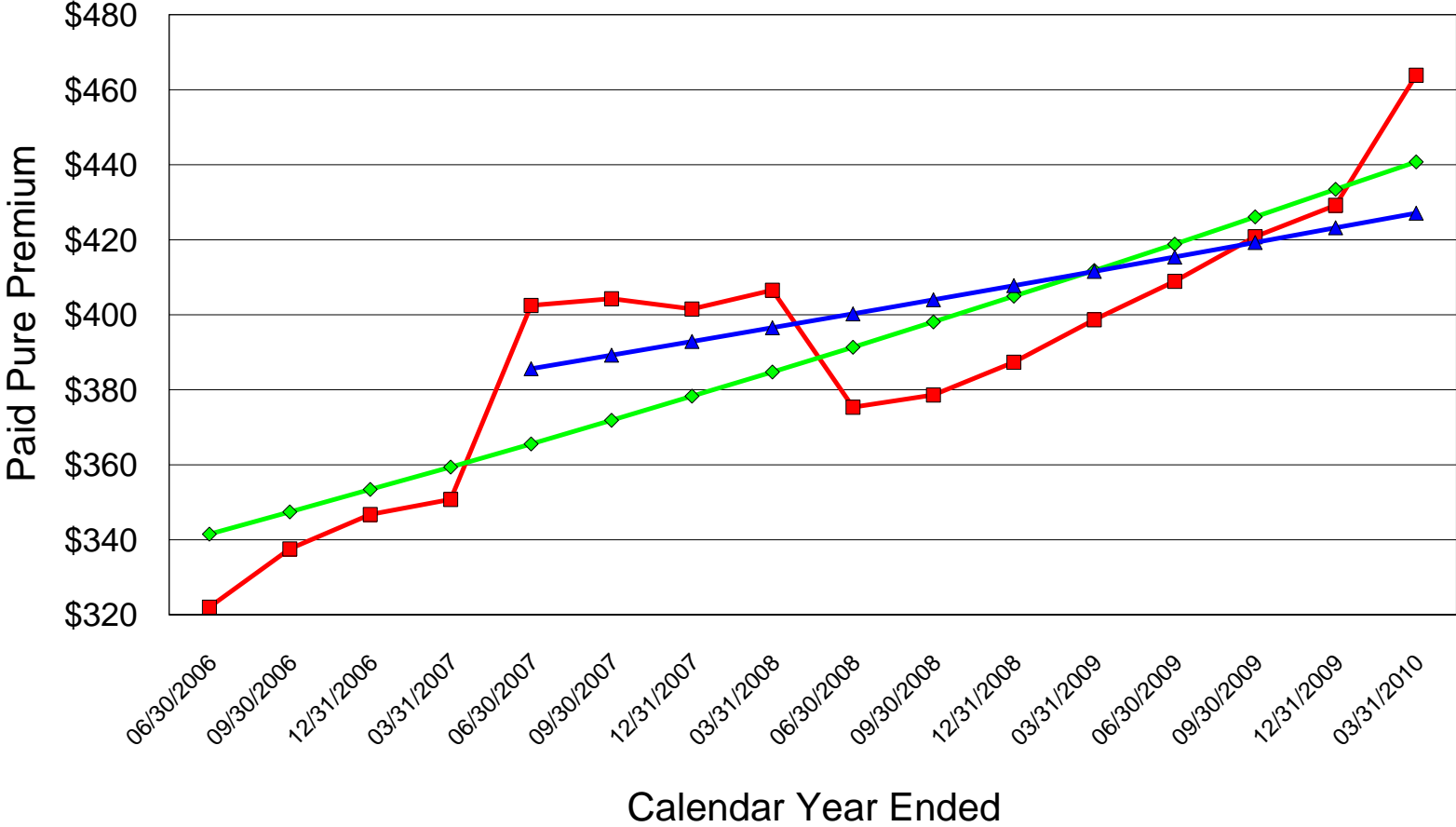
New Jersey Homeowner All Forms Combined

Claim Cost	3.6%	1.9%	0.9%	-0.5%	-4.1%	3.8%	1.9%	0.8%	-0.7%	-4.4%
Claim Frequency	2.1%	0.9%	6.1%	11.1%	17.7%	2.0%	0.6%	5.7%	10.8%	16.9%
Pure Premium	5.3%	2.6%	6.5%	9.8%	11.7%	5.9%	2.5%	6.6%	10.0%	11.8%

New Jersey Homeowner All Forms Combined - Excluding Catastrophes

Claim Cost	3.7%	1.8%	0.6%	0.1%	-0.6%	4.0%	1.8%	0.6%	0.1%	-0.6%
Claim Frequency	2.5%	4.3%	8.1%	9.2%	10.4%	2.5%	4.4%	8.4%	9.5%	10.6%
Pure Premium	6.0%	6.0%	8.6%	9.3%	9.6%	6.6%	6.3%	9.0%	9.6%	9.9%

NEW JERSEY HOMEOWNER FAST TRACK TREND
Homeowners Forms 1-3 and 5 Pure Premium Trend

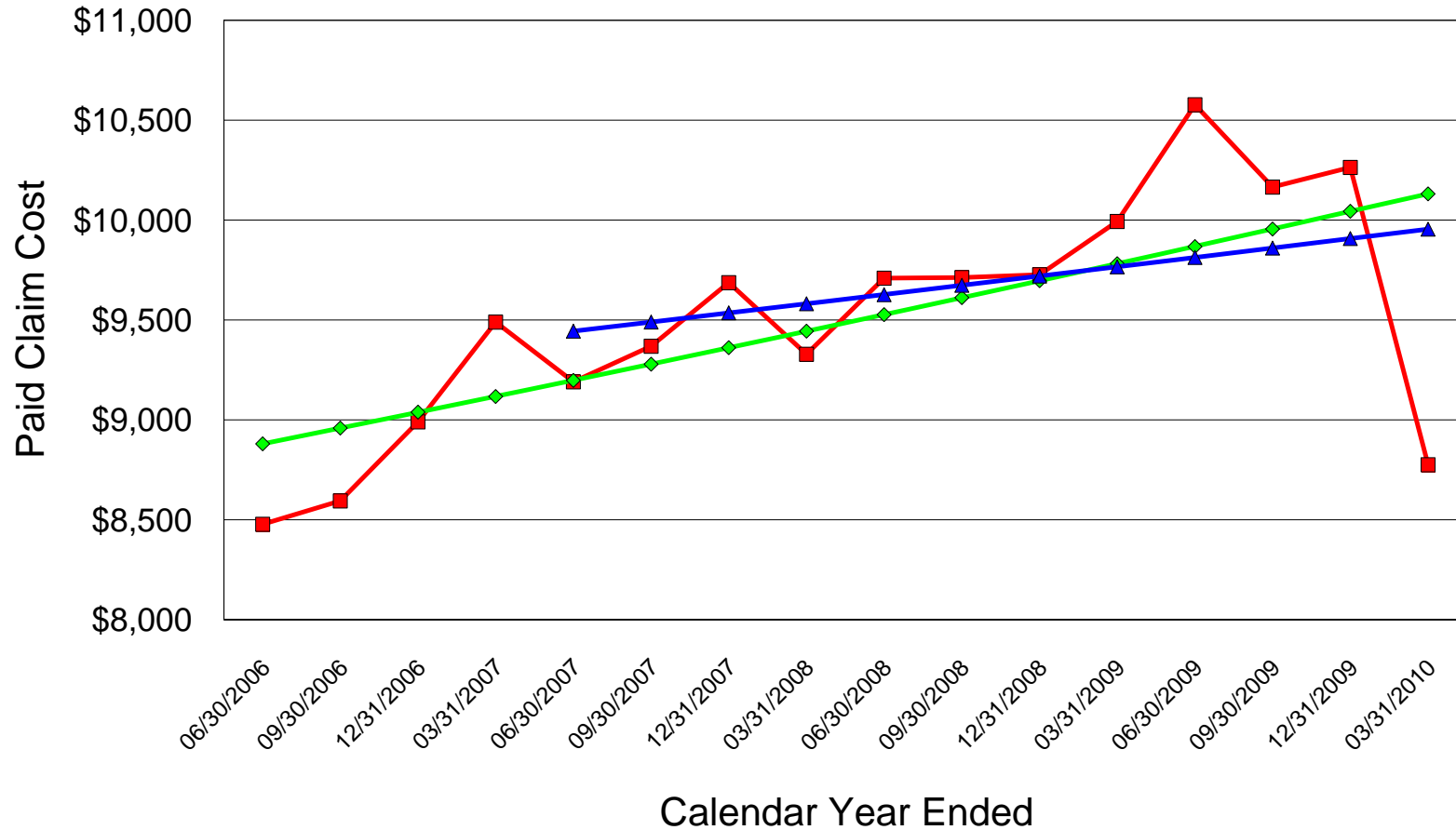


Actual 16-Point Exponential 12-Point Exponential

16-Point Exponential Average Annual Trend = 7.0%
 12-Point Exponential Average Annual Trend = 3.8%

NEW JERSEY HOMEOWNER FAST TRACK TREND

Homeowners Forms 1-3 and 5 Claim Cost Trend

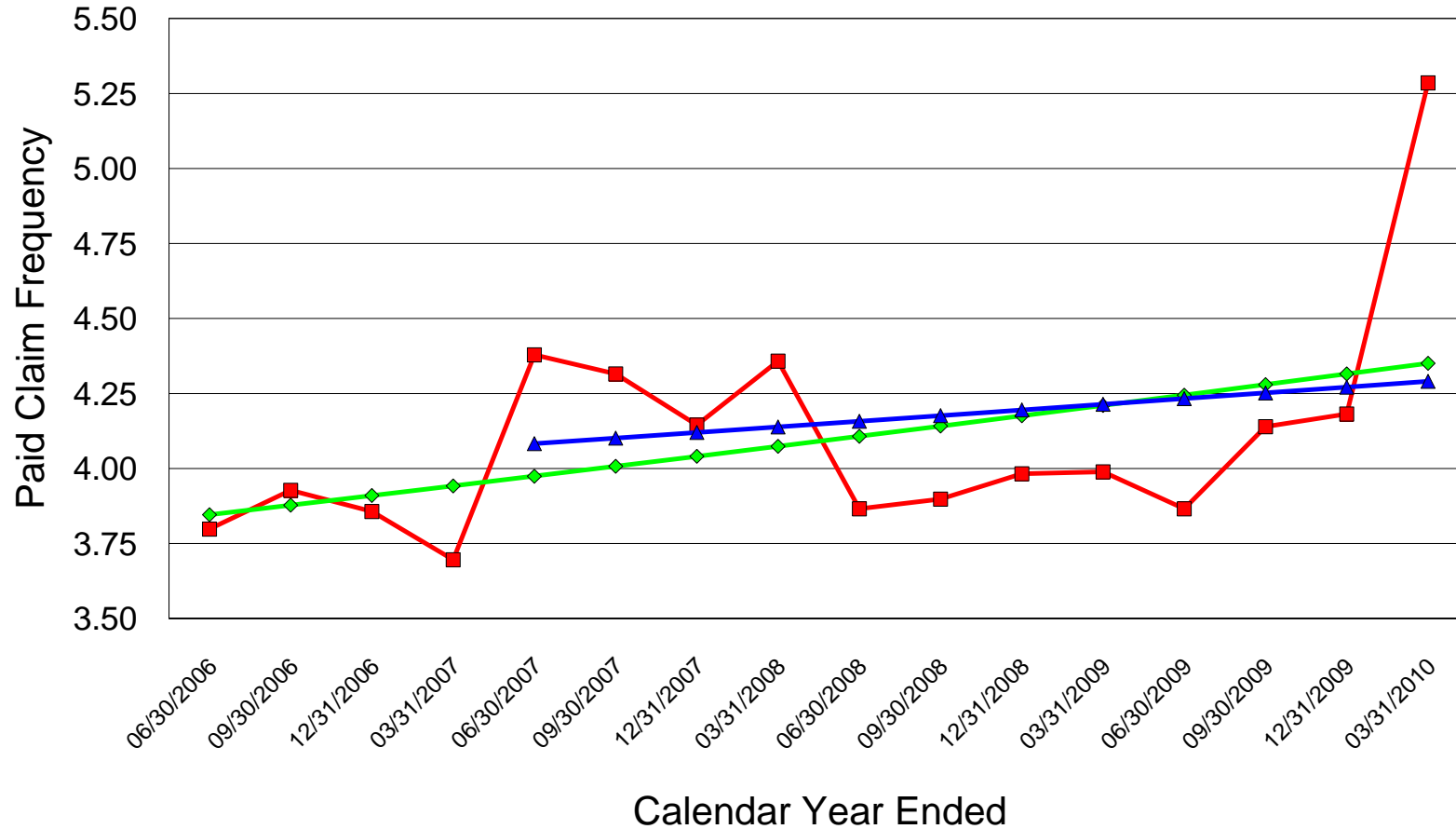


■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 3.6%
 12-Point Exponential Average Annual Trend = 1.9%

NEW JERSEY HOMEOWNER FAST TRACK TREND

Homeowners Forms 1-3 and 5 Frequency Trend

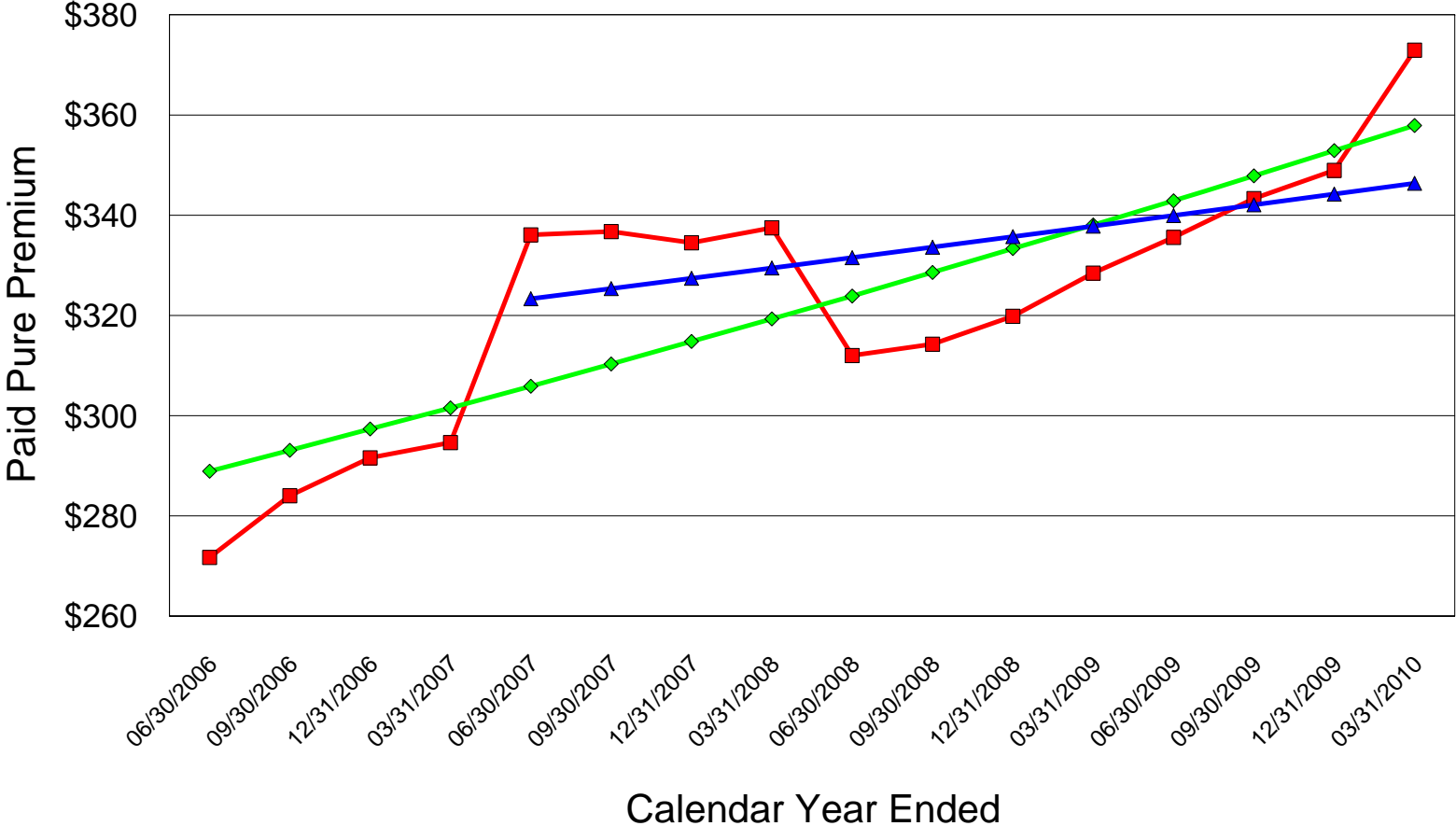


■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 3.3%
 12-Point Exponential Average Annual Trend = 1.8%

NEW JERSEY HOMEOWNER FAST TRACK TREND

Homeowners All Forms Pure Premium Trend

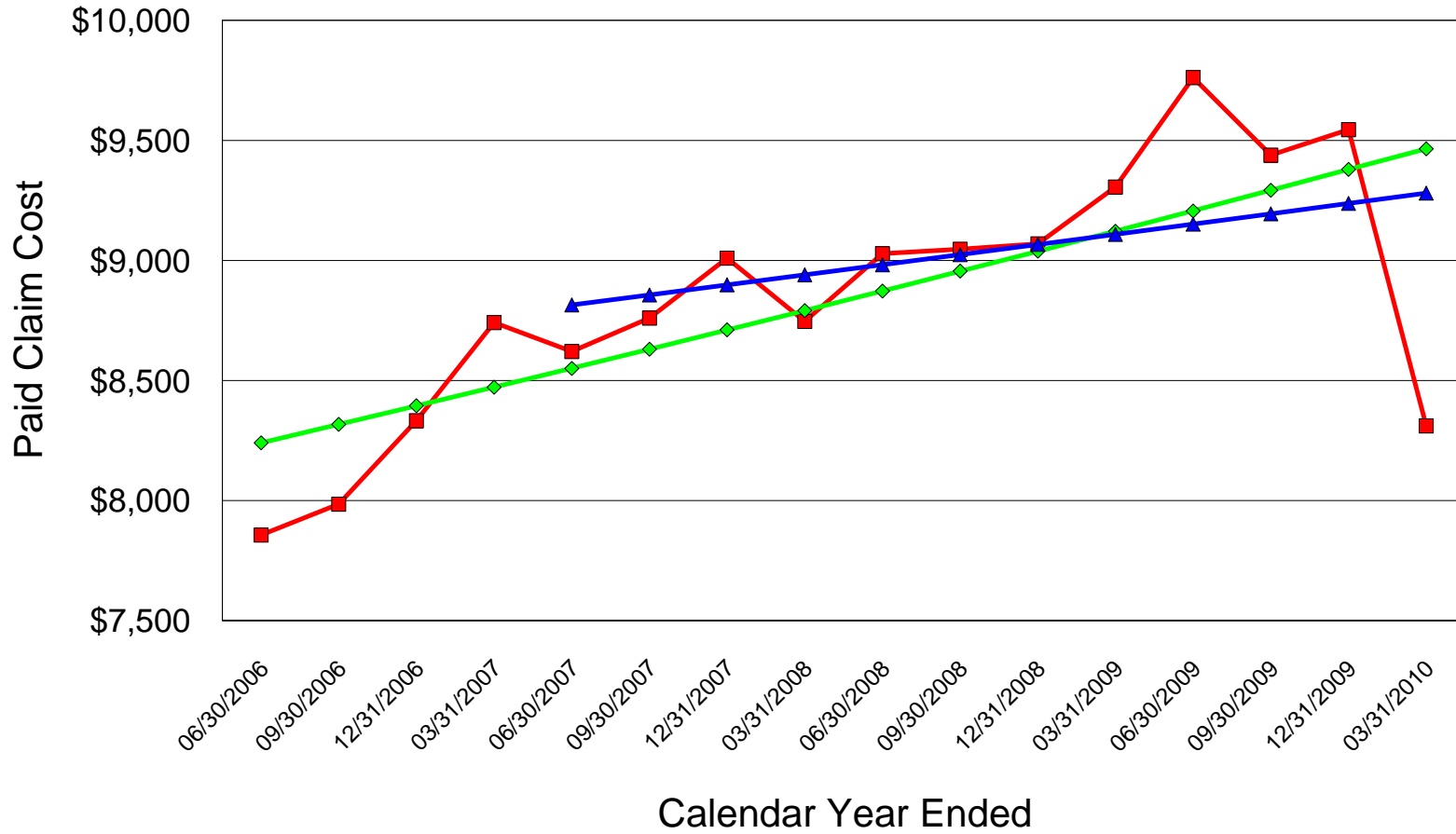


■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 5.9%
 12-Point Exponential Average Annual Trend = 2.5%

NEW JERSEY HOMEOWNER FAST TRACK TREND

Homeowners All Forms Claim Cost Trend

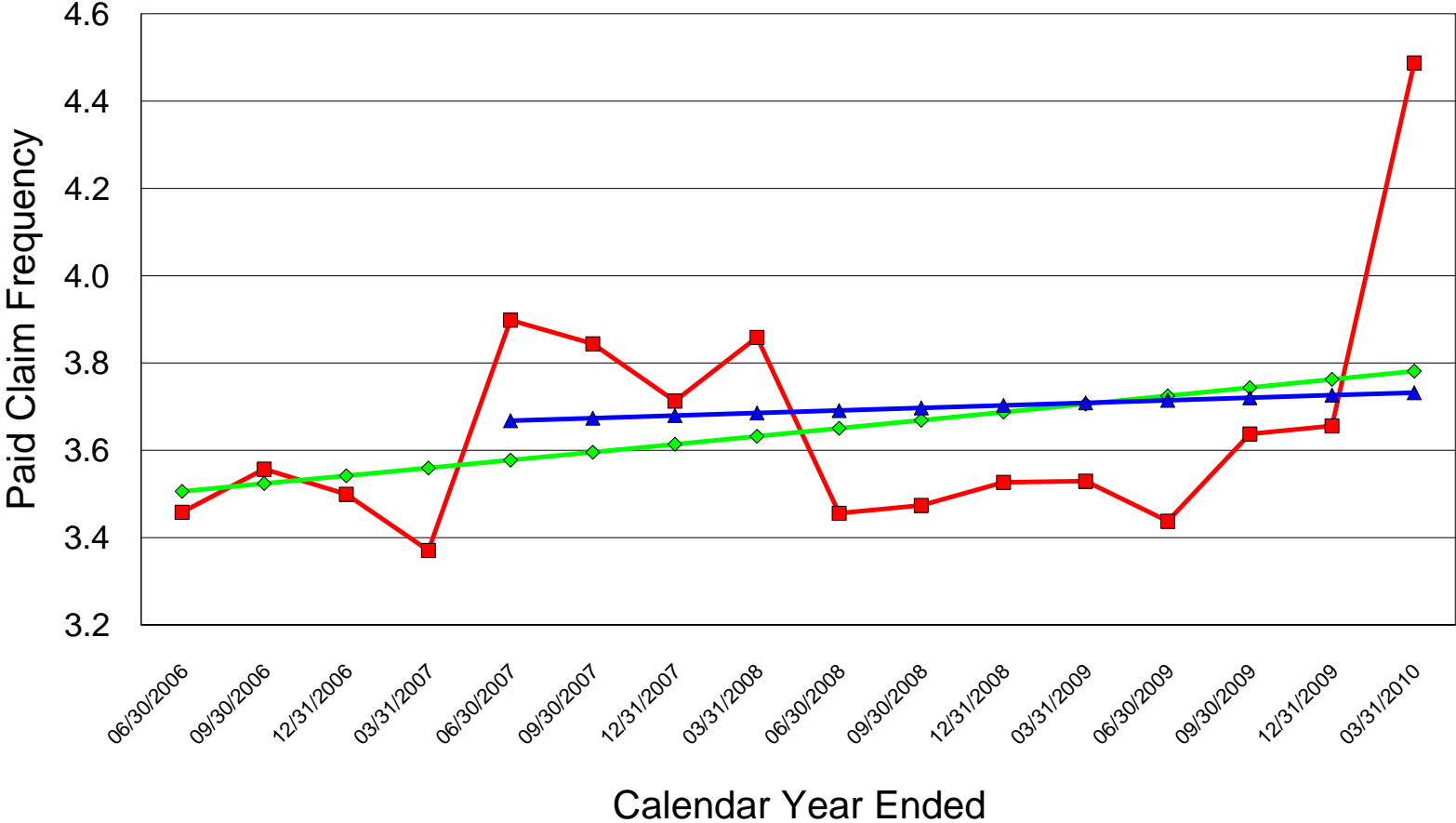


■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 3.8%
 12-Point Exponential Average Annual Trend = 1.9%

NEW JERSEY HOMEOWNER FAST TRACK TREND

Homeowners All Forms Frequency Trend

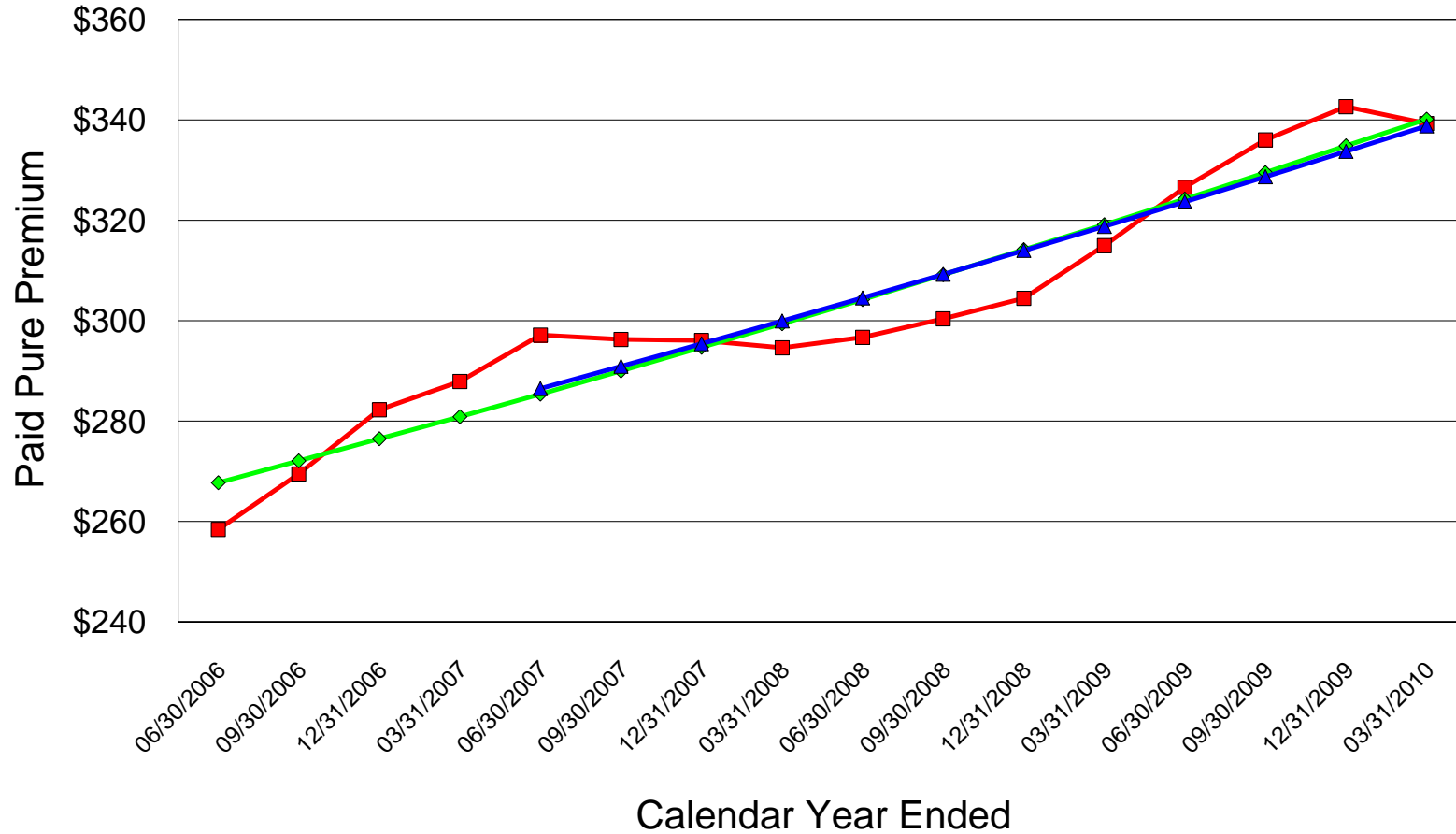


■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 2.0%
 12-Point Exponential Average Annual Trend = 0.6%

NEW JERSEY HOMEOWNER FAST TRACK TREND

Homeowners All Forms - Excluding Catastrophes Pure Premium Trend

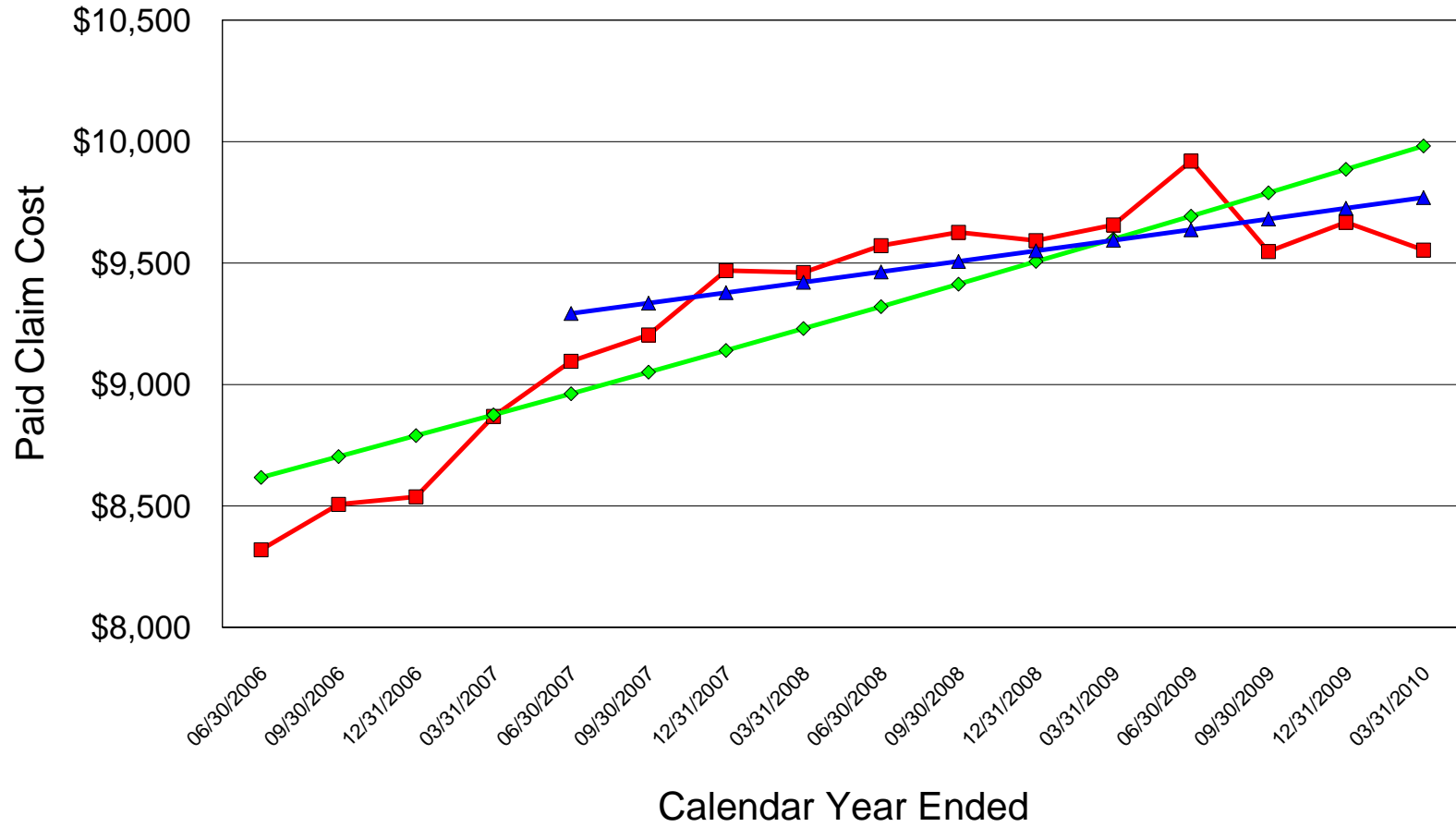


■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 6.6%
 12-Point Exponential Average Annual Trend = 6.3%

NEW JERSEY HOMEOWNER FAST TRACK TREND

Homeowners All Forms - Excluding Catastrophes Claim Cost Trend

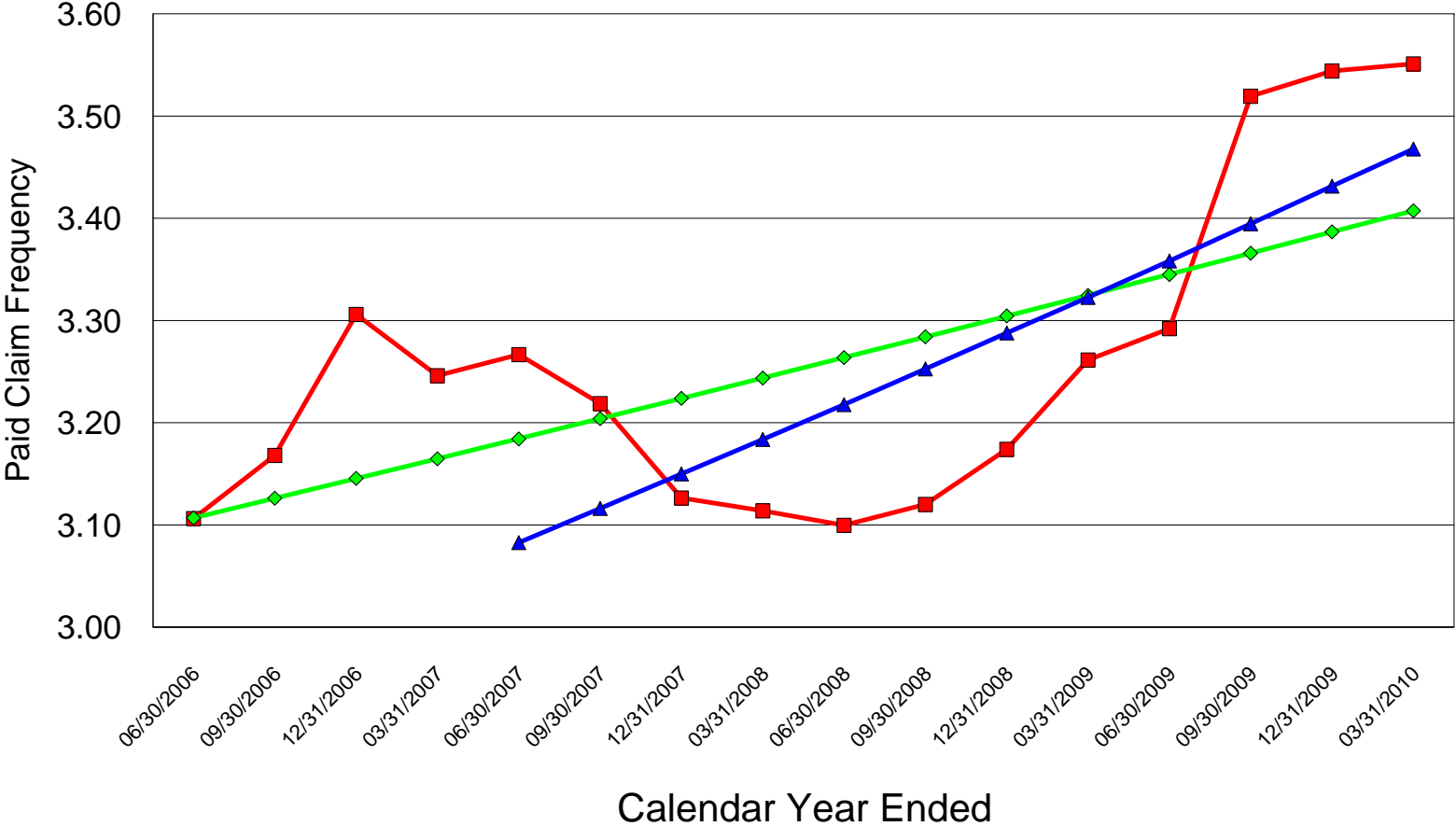


■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 4.0%

12-Point Exponential Average Annual Trend = 1.8%

NEW JERSEY HOMEOWNER FAST TRACK TREND
Homeowners All Forms - Excluding Catastrophes Frequency Trend



■ Actual
 ◆ 16-Point Exponential
 ▲ 12-Point Exponential

16-Point Exponential Average Annual Trend = 2.5%
 12-Point Exponential Average Annual Trend = 4.4%