

Section 3, page 17, sol. 3.2: In the second block, the second row should have a deductible of \$250 not \$500.

Section 6, page 21: The data at 48 months is not shown, which was used to calculate the link ratios shown for 36 to 48 months.

The data as shown on page 289 of my study guide:

Accident	Cumulative Basic Limits Reported Losses and ALAE					
Year	Age 12	Age 24	Age 36	Age 48	Age 60	Age 72
1994	\$2,116,135	\$3,128,695	\$3,543,445	\$3,707,375	\$3,854,220	\$3,928,805
1995	\$2,315,920	\$3,527,197	\$3,992,805	\$4,182,133	\$4,338,765	
1996	\$2,743,657	\$4,051,950	\$4,593,472	\$4,797,194		
1997	\$3,130,262	\$4,589,430	\$5,230,437			
1998	\$3,625,418	\$5,380,617				
1999	\$3,919,522					
Accident	Accident Incremental Loss and Allocated Development Factors					
Year	12 to 24	24 to 36	36 to 48	48 to 60	60 to 72	
1994	1.4785	1.1326	1.0463	1.0396	1.0194	
1995	1.5230	1.1320	1.0474	1.0375		
1996	1.4768	1.1336	1.0444			
1997	1.4661	1.1397				
1998	1.4841					
Selected	1.4800	1.1350	1.0450	1.0385	1.0200	1.0000
Ultimate						
Factor	1.8594	1.2564	1.1069	1.0593	1.0200	1.0000
Accident	Loss & ALAE	Ultimate	Projected			
Year	@ 12/31/99	Factor	Ultimate			
1994	\$3,928,805	1.0000	\$3,928,805			
1995	\$4,338,765	1.0200	\$4,425,540			
1996	\$4,797,194	1.0593	\$5,081,524			
1997	\$5,230,437	1.1069	\$5,789,765			
1998	\$5,380,617	1.2564	\$6,760,066			
1999	\$3,919,522	1.8594	\$7,288,089			

Sec. 8, page 101: $(\$4.66) (1.035) (1.061) \frac{0.970}{0.982} = \$5.05.$

As on page 544 of my study guide, we multiply by: $\frac{\text{Expected Average Experience Modification}}{\text{Historical Average Experience Modification}}$

Sec. 9, page 50: $(63.2\%)(1.3636) + (1 - 63.2\%)(1.2069) = 1.3060.$ OK in spreadsheet.

Sec. 12, page 17: $1000 / 1600 - 1 = -37.5\%$. $1710 / 1800 - 1 = -5\%$.

In my Section 21, I should not refer to the present value of losses or discounted losses, in order to match Tables 13.16 and 13.17 in Werner and Modlin.