

## The Doctors Company

### “Company Defined Items”

1. The “by county” information listed is grouped by policy issuing county. There have been no changes made to the way this has been grouped in the last ten years.
2. There have been no changes to reserving or claim payment practices in the past ten years.
3. The effective date of an extended reporting endorsement with TDC is the date the endorsement took effect and the termination date of the last claims made policy. They are typically one and the same. This has no impact on the exhibits submitted.
4. Closed claims are considered closed when both indemnity plus expense reserves are \$0, which is also when it is assigned a close date. There have been no changes made to this definition in the past ten years.
5. Business entity coverage is written on the same policy as that of the physician to provide for vicarious liability exposure.
6. TDC uses a base class of Internal Medicine and a base territory called Territory A. Territory A is comprised of Cook, Madison, St. Clair, and Will counties. Will county was moved into Territory A effective 4/1/01. There have been no other changes made to either the base class or base territory in the past ten years.
7. There have been no explicit adjustments made to exposures for extended reporting endorsements. There is no impact on the exhibits for exposure adjustments.
8. TDC maturity factors and tail factor are listed on the “Other” exhibit of our April 24, 2006 submission.
9. The expenses included in the expense factor are listed on the “Other” exhibit of our April 24, 2006 submission.
10. The average discount and UW profit provision are listed on the “Other” exhibit of our April 24, 2006 submission.