



Coal Mines Insurance Pty Limited

PREMIUM RATING OF POLICIES WITH LESS THEN 2 YEARS & 9 MONTHS HISTORY

New policies with no claims and/or wages history applicable will be rated based on the respective category rate.

Policies with less than two years nine months history, which are renewed from the 30th June 2010 will be experienced rated, subject to the policy having a minimum of 3 months history. For the 2010/2011 policy period these policies would be capped at 120% of the respective category rate.

| History | Premium Formula To Apply |
|--------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------|
| Less than three months history | The respective industry average category rate to be applied. |
| At least three months history and less than fifteen months history | Premium Rate (Prior rate x (1 – 0.33 x sizing factor%) + (experience rate x 0.33 x sizing factor%)) |
| Between fifteen months and two years nine months history | Premium Rate (Prior rate x (1 – 0.66 x sizing factor%) + (experience rate x 0.66 x sizing factor%)) |

